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PUBLIC ACCOUNTS OF CANADA

for the

FISCAL YEAR ENDED

MARCH 31

1966

VOLUME I - II

Summary Report and Financial Statements

Issued by the

DEPARTMENT OF FINANCE

ROGER DUHAMEL, F.R.S.C.
QUEEN'S PRINTER AND CONTROLLER OF STATIONERY
OTTAWA, 1966



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1966



ROGER DUHAMEL, F.R.S.C.
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OTTAWA, 1966

Ottawa, November 23, 1966.
His Excellency Major-General Georges P. Vanier, D.S.O., M.C., C.D., Governor General and
Commander-in-Chief of Canada.

The Honourable Mitchell Sharp,
Minister of Finance,
Ottawa, Canada.

To His Excellency Major-General Georges P. Vanier, D.S.O., M.C., C.D., Governor General and
Commander-in-Chief of Canada.

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MAY IT PLEASE YOUR EXCELLENCY:

The undersigned has the honour to present to Your Excellency the Public Accounts of Canada
for the fiscal year ended March 31, 1966.

All of which is respectfully submitted.

MITCHELL SHARP,
Minister of Finance.

OTTAWA, November 23, 1966.

SUMMARY REPORT AND FINANCIAL STATEMENTS

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DEPARTMENT OF FINANCE,
OTTAWA, November 23, 1966.

The Honourable Mitchell Sharp,
Minister of Finance,
Ottawa, Canada.

Sir:

I have the honour to submit the Public Accounts of the Government of Canada for the fiscal year ended March 31, 1966.

This annual report is required by section 64 of the Financial Administration Act and is presented in three volumes:

Volume I—Summary report and financial statements.

Volume II—Details of expenditures and revenues by departments.

Volume III—The financial statements of all Crown Corporations and the Auditors' reports thereon.

In accordance with the recommendation of the Standing Committee on Public Accounts there is included for the first time in Volume II a statement of all material declared surplus during the year showing, to the extent it can be determined, the original cost and the value obtained on disposal by Crown Assets Disposal Corporation and a statement, by department and appropriations, of all amounts remaining unpaid at the year-end for any reason whatsoever.

Respectfully submitted,

R. B. BRYCE,
Deputy Minister of Finance.

SURVEY OF THE PUBLIC ACCOUNTS

The government's financial transactions for the fiscal year 1965-66 are summarized in this introductory survey.

The pages which follow present:

- (a) a brief outline of the principal features of the government's financial statements and accounting system;
- (b) a summary of the highlights of the government's financial operations during the fiscal year ended March 31, 1966 including revenue and expenditure on the national accounts basis;
- (c) a review of budgetary revenue, expenditure and the deficit for the fiscal year and comments on the more significant aspects of the more important items;
- (d) a summary of the government's statement of assets and liabilities as at March 31, 1966, with an analysis of the changes that have taken place during the fiscal year in the principal asset and liability categories;
- (e) a review of the changes in the government's cash position in 1965-66, with an explanation of the relationship between budgetary and cash transactions; and
- (f) an analysis of the public debt as at March 31, 1966, together with a summary of security issues, maturities and redemptions, and a review of the changes in interest rates during the year.

To facilitate reading, the figures have been given in most cases to the nearest million dollars.

In Volume II, an overall summary by departments of revenue and expenditure, details of revenue and expenditure by departments, a summary of accounts receivable in departmental sections, appendices relating to departmental operating activities etc., are presented together with (1) statements in each departmental section showing the estimated value of major services provided to the department, the cost of which is not included as a charge to the departmental appropriations and the estimated value of major services provided to other departments for which no reimbursement is received, (2) a statement by department of all costs of financial assistance to persons on educational leave, (3) a statement by department detailing the amount of losses incurred as a result of the accidental destruction of, or damage to, assets which would normally be covered by insurance had such coverage existed, (4) a statement of all material declared surplus during the year showing, to the extent it can be determined, its original cost and the value obtained on disposal by Crown Assets Disposal Corporation, and (5) a summary of accounts properly chargeable to the fiscal year 1965-66 but carried over to the fiscal year 1966-67. In addition, the following statements are required by the Financial Administration Act to be published in the Public Accounts:

- (1) Each remission of a tax, fee or penalty of \$1,000 or more made under the authority of section 22 of the Financial Administration Act, or any other Act.
- (2) The obligations, debts and claims deleted from the Public Accounts during 1965-66 under the authority of section 23 of the Financial Administration Act.
- (3) Every accountable advance that is not repaid or accounted for, as required by section 36 of the Financial Administration Act.
- (4) All stores and materials deleted from inventory pursuant to section 60 of the Financial Administration Act.
- (5) Every payment out of the public officers guarantee account and the amount of every loss suffered by Her Majesty by reason of defalcations or other fraudulent acts or omissions of public officers, together with a statement of circumstances, as required by section 98 of the Financial Administration Act.

The financial statements of Crown Corporations and the auditors' reports thereon are published in Volume III.

1965-66
PUBLIC ACCOUNTS

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THE GOVERNMENT'S ACCOUNTING SYSTEM

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THE GOVERNMENT'S ACCOUNTING SYSTEM

To assist the reader who is not familiar with the government's financial statements and general system of accounting, a brief outline of some of the more significant features of these and particularly of those aspects which differ from normal commercial accounting practices is given in the paragraphs which follow.

There are two generally accepted bases or systems of accounting. One is the "cash" basis under which revenues are taken into the accounts in the period in which they are received in cash and expenditures are accounted for when the actual disbursements are made; the other is the "accrual" basis under which revenues are accounted for when earned or due, even though not collected and expenditures are accounted for when the liabilities are incurred whether payment is made in that accounting period or not.

Many factors must be considered in determining how the government's voluminous and varied transactions should be recorded and brought into focus in a clear and comprehensive way. In business, the accounts are usually maintained on an accrual basis. However, the prime purpose of government accounting is to serve the requirements of Parliament and more particularly to ensure effective control by Parliament over public moneys. As parliamentary control in Canada is predicated on the operation of the consolidated revenue fund, which is by law a cash account, and on regulating the flow of cash receipts into and cash payments out of the fund, it follows that the accounts of Canada are maintained basically on a cash system. However, there is provision in the Financial Administration Act for bringing into the accounts of each fiscal year expenditures relating to that year, which on a pure cash basis would be excluded, and in addition certain modifications have been made to facilitate the maintenance of accounting control over certain assets and liabilities, and to provide for valuation adjustments for recorded assets in anticipation of possible losses on ultimate realization.

Revenue and expenditure

Revenues are reported on a cash basis and consequently taxes assessed and due and other revenues receivable or accrued (including interest accrued) are not normally set up as assets on the government's statement of assets and liabilities.

On the expenditure side, under the provisions of section 35 of the Financial Administration Act, for thirty days after the end of each fiscal year, payments for the discharge of debts properly applicable to the old year may be made and charged to that year. Consequently, liabilities under contracts and other accounts payable at March 31 for which cheques are issued during the month of April are charged as expenditures in the old year and appear as current liabilities on the statement of assets and liabilities. This is a significant modification of pure "cash" accounting, and brings into the year's transactions the greater part of those expenditures which on the cash basis would be excluded, but which on the accrual basis would be included and carried to the statement of assets and liabilities as accounts payable. In other respects the expenditure accounts reflect refinements of the cash basis. For example, discounts and commissions on loans are not charged to expenditure in the year in which they are paid, but are set up as deferred charges on the statement of assets and liabilities and are amortized or written off to expenditure during the period of a loan. Also, losses on loans and advances and on other assets are not generally charged to expenditure in the year in which the loss is sustained; instead provision has been made from time to time for a reserve for possible losses on the realization of assets to which the ultimate loss when determined may be charged by parliamentary authority.

Prior to 1951-52, it was the practice to charge interest on the public debt as it became due rather than when it was paid. This was a modification of the strict cash basis of accounting, but in 1951-52 a further modification was made whereby the charges to budgetary expenditure for interest on the public debt were made month by month as the interest accrued rather than annually or semi-annually as it became due and payable. This change is in line with the aim previously mentioned

of bringing into the accounts of the year all the expenditures relating to that year. No comparable change in the treatment of interest receivable was made as it was not considered appropriate to accrue interest receivable which might or might not be received or to take it into account in determining the revenue for the year before it was actually received.

These examples will serve to indicate that while revenue is reported on a cash basis, in expenditure reporting significant modifications have been made in the cash basis to achieve many of the advantages which accrual accounting would produce. The practice is essentially conservative in that on the one hand the budgetary liabilities are set up or are otherwise taken into the accounts for the year, and on the other, tax and other revenue assessments, interest accruals (with certain exceptions) and accounts receivable are not treated as assets or taken into revenue until collected.

Assets and liabilities

Section 64 of the Financial Administration Act directs that the Public Accounts of Canada shall include:

"A statement, certified by the Auditor General, of such of the assets and liabilities of Canada as in the opinion of the Minister are required to show the financial position of Canada as at the termination of the fiscal year."

The assets and liabilities of Canada are set out so as to disclose the amount of the net debt. In 1920, the practice was established of offsetting against the gross liabilities only what were designated as "active" assets in determining the net debt. In the budget speech of May 18, 1920, the following explanation was given by the Minister of Finance:

"Assets which are not readily convertible, as the reserve is convertible, or are not interest producing, are not such assets as ought to be deducted from the gross debt. They are inactive, they are items of such a character as might well be placed in a suspense account. At any rate, whatever may be their future value, however great it may be, they are not assets of such a character as to directly reduce the gross debt any more than the other capital accounts of the country ought to be deducted from it."

Since that time, there has been no fundamental change in the basic structure of the statement or in its main purpose. However, revisions have been made from time to time to improve the form or manner of presentation. A complete review of the assets is now underway to determine, under present day circumstances, which assets should or should not be recorded in order to show a true picture of the financial position of Canada.

With certain exceptions, taxes and revenues receivable, revenue and other asset accruals and inventories of materials, supplies and equipment are not recorded as assets (except when these are held as charges against working capital accounts) nor are public works and buildings or other fixed or capital assets. Following the principle that only realizable or interest- or revenue-producing assets should be offset against the gross liabilities, costs of capital works are charged to expenditures at the time of acquisition or construction. Consequently government buildings, public works, national monuments, military assets (such as aircraft, naval vessels, and army equipment) and other capital works and equipment are recorded on the statement of assets and liabilities at a nominal value of \$1 as the value is not considered as a proper offset to the gross liabilities in determining the net debt of Canada.

On the liabilities side, accrued liabilities (except for interest accrued on the public debt) are not taken into account in determining the obligations of the government. However, under section 35 of the Financial Administration Act, liabilities under contracts and other accounts payable at March 31 if paid on or before April 30 may be charged to the accounts for the year. These are recorded as accounts payable in the "Current and demand liabilities" schedule to the statement of assets and liabilities.

The *liabilities* of the government, as shown in the statement of assets and liabilities include:

- (1) unmatured debt, consisting of bonds and treasury bills;
- (2) current and demand liabilities, including matured debt outstanding, outstanding treasury cheques, interest due and outstanding, interest accrued, accounts payable, non-interest-bearing notes payable to international organizations and other obligations payable on demand;
- (3) sundry funds deposited with the Receiver General of Canada or held in trust for various purposes;
- (4) amounts to the credit of various annuity, insurance and pension accounts;
- (5) undisbursed balances of appropriations to special accounts, which, in accordance with the legislation under which they are authorized, are available for expenditure in periods subsequent to the fiscal year in which they are granted;
- (6) amounts due to the government but in respect of which payment has been deferred; these are contra accounts to corresponding items under "Loans to, and investments in, Crown corporations", "Loans to national governments" and "Other loans and investments"; and
- (7) suspense accounts consisting of balances where some uncertainty as to disposition exists.

The *indirect* or *contingent liabilities* of the government are shown as a special note appearing in the body of the statement of assets and liabilities and are also set out in a detailed supplementary statement.

Offsetting the direct liabilities, and in a measure explaining their existence, as a substantial portion of the total debt is attributable to them, are the government's *recorded assets*. For the most part, these consist of assets which yield interest, profits or dividends, and very liquid assets such as cash and departmental working funds. The principal classes of assets are:

- (1) current assets, including cash, securities held for the securities investment account and departmental working capital advances;
- (2) cash in blocked currency;
- (3) advances to the exchange fund account for the acquisition of gold and foreign exchange;
- (4) investments in special United States of America Securities—Columbia River Treaty, a category set up to record the special securities issued by the Government of the United States of America pursuant to the terms of the treaty between the Governments of the United States and Canada;
- (5) Canada pension plan investment fund;
- (6) loans to, and investments in, Crown corporations;
- (7) loans to national governments;
- (8) other loans and investments, including loans to provincial and municipal governments, subscriptions to international organizations and a number of miscellaneous advances to veterans and others;
- (9) securities held in trust for various deposit and trust and annuity, insurance and pension accounts and bonds and certified cheques held in connection with contractors' security deposits;
- (10) deferred charges which consist of the unamortized portions of the actuarial deficiencies in the superannuation accounts, representing that portion of the government's liability in respect of these accounts that has not been charged to budgetary expenditure and discounts, commissions, redemption bonuses and conversion premiums on loan flotations, remaining to be charged to expenditure;

- (11) capital assets, a category set up to cover capital assets that are charged to budgetary expenditure at the time of acquisition or construction and which are shown on the statement of assets and liabilities at a nominal value of \$1; and
- (12) inactive loans and investments which are not currently yielding interest, profits or dividends.

A reserve for losses on the realization of assets is not shown as a liability but is deducted from the total of the assets.

Net debt

The excess of the gross liabilities over the net recorded assets is designated as the *net debt* and a separate schedule to the statement of assets and liabilities is presented showing the changes in the net debt during the fiscal year. In effect, the net debt is the overall deficit since Confederation. The list of items charged to net debt is presented in appendix No. 11, in section 9 of this volume.



SECTION 2

1965-66

PUBLIC ACCOUNTS

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HIGHLIGHTS OF THE GOVERNMENT'S FINANCIAL OPERATIONS DURING 1965-66

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HIGHLIGHTS OF THE GOVERNMENT'S FINANCIAL OPERATIONS DURING 1965-66

This section outlines the financial operations of the government in 1965-66 giving a brief summary of the budgetary and non-budgetary transactions, the unmatured debt transactions and the changes in the cash position during the fiscal year and the debt position as at the end of the fiscal year. More detailed explanations of these transactions are given in subsequent sections of this volume.

In order to meet the requirements of those interested in the impact of government operations on the economy as a whole a presentation of the federal government revenue and expenditure on the National Accounts basis is also included.

The following table summarizes the budgetary and non-budgetary transactions for 1965-66 with comparative figures for 1964-65 and indicates how these transactions affected the government's cash balances:

TABLE 1
(in millions of dollars)

SUMMARY OF BUDGETARY AND NON-BUDGETARY TRANSACTIONS AND CHANGES IN CASH POSITION	Fiscal year ended March 31	
	1966	1965
Budgetary transactions—		
Revenue—		
Tax.....	6,850	6,367
Non-tax.....	846	813
	<u>7,696</u>	<u>7,180</u>
Expenditure—		
Defence.....	1,595	1,586
Non-defence.....	6,140	5,632
	<u>7,735</u>	<u>7,218</u>
Deficit (—).....	—39	—38
Non-budgetary transactions (excluding unmatured debt transactions)—		
Receipts and credits—		
Repayment of temporary loans to old age security fund.....	25	75
Net annuity, insurance and pension accounts receipts.....	716	545
Investments in special United States of America securities—		
Columbia River Treaty.....	32	
Other non-budgetary receipts.....	260	149
	<u>1,033</u>	<u>769</u>
Disbursements and charges—		
Decrease in non-interest-bearing notes payable on demand.....	113	219
Other loans, investments and working capital advances (net).....	853	416
Advances to the exchange fund account.....	75	20
Investments in special United States of America securities—		
Columbia River Treaty.....		219
Other non-budgetary disbursements.....	113	279
	<u>1,154</u>	<u>1,153</u>
Net amount required for non-budgetary transactions.....	—121	—384
Overall cash requirements to be financed by increase in debt or decrease in cash balances.....	—160	—422
Net increase in unmatured debt outstanding in the hands of the public	113	275
Net decrease in Receiver General bank balances.....	—47	—147

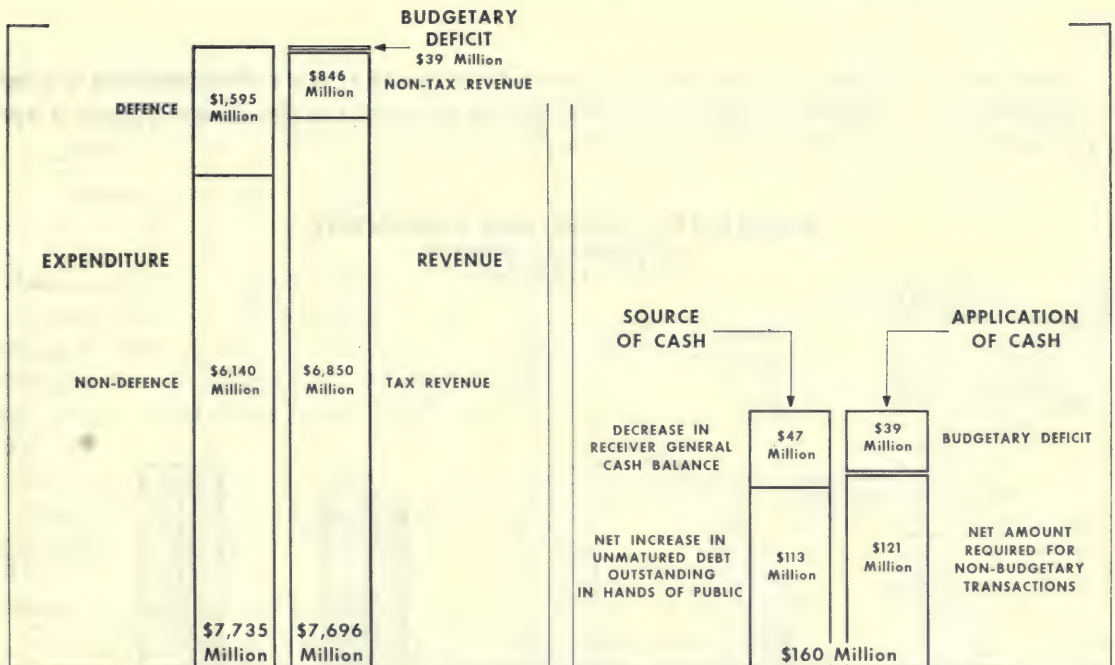
Budgetary transactions

The budgetary revenue, expenditure and deficit as forecast in the budget speech of April 26, 1965 and the actual figures for the fiscal year 1965-66 are shown in the following table:

TABLE 2
(in millions of dollars)

BUDGETARY TRANSACTIONS FOR FISCAL YEAR 1965-66	Budget forecast April 26, 1965	Actual	Increase or decrease (—) compared with April 26, 1965 forecast	
			Amount	Per cent
Revenue.....	7,350	7,696	346	4.71
Expenditure.....	7,650	7,735	85	1.11
Deficit.....	300	39	—261	

BUDGETARY REVENUE AND EXPENDITURE AND FINANCING OF CASH REQUIREMENTS For Fiscal Year 1965-66



Revenue

Budgetary revenue of the government in the fiscal year 1965-66 amounted to \$7,696 million. This was \$346 million or about 5 per cent more than forecast in the Budget Speech of April 26, 1965 and \$516 million or approximately 7 per cent more than the total of \$7,180 million collected in 1964-65.

Tax revenue of \$6,850 million was 89 per cent of total budgetary revenue and accounted for \$484 million of the increase and non-tax revenue of \$846 million was 11 per cent of total revenue and accounted for \$32 million of the increase over 1964-65 receipts.

The yield from taxes on personal income, corporation income and on dividends, interest, etc. going abroad, was \$3,919 million, \$148 million more than comparative collections in 1964-65. The increase was due to the higher level of personal incomes during the year, higher corporate profits and higher dividends paid to non-residents in 1965.

Receipts from the sales tax were \$1,395 million, \$191 million more than in 1964-65 and receipts from customs import duties were \$686 million, \$63 million more than in 1964-65, reflecting the higher level of the economy in 1965-66.

Expenditure

Budgetary expenditure in 1965-66 was \$7,735 million. This was \$85 million or about one per cent more than forecast in the Budget Speech of April 26, 1965 and \$517 million or 7 per cent higher than expenditures in 1964-65.

Defence expenditure of \$1,595 million, or 21 per cent of total budgetary expenditure, accounted for \$9 million of the increase and was again the largest category.

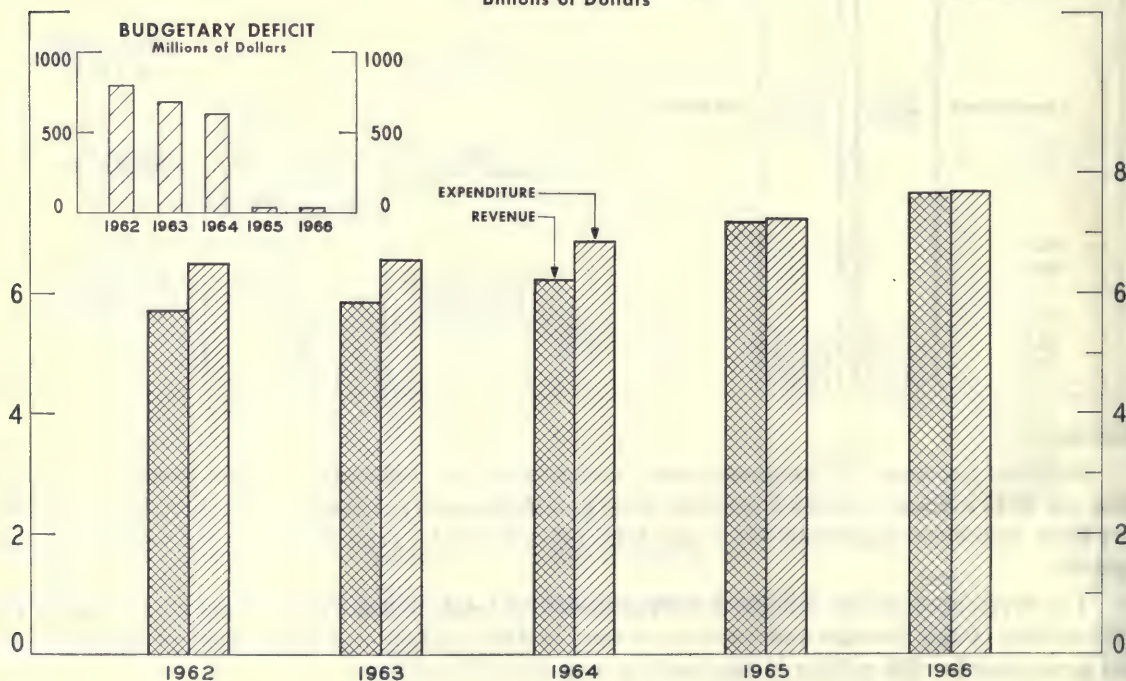
Civil or non-defence expenditure of \$6,140 million, or 79 per cent of total budgetary expenditure, accounted for \$508 million of the increase. The main changes were increases of \$108 million in fiscal, subsidy and other payments to provinces, \$60 million in public debt charges and \$56 million in payments to provinces under the Technical and Vocational Training Assistance Act and a decrease of \$114 million in the government's contributions to the provinces under the Hospital Insurance and Diagnostic Services Act.

Deficit

Budgetary expenditure of \$7,735 million exceeded revenue of \$7,696 million resulting in a deficit of \$39 million for 1965-66 compared with \$300 million as forecast in the Budget Speech of April 26, 1965 and the deficit of \$38 million in 1964-65.

BUDGETARY REVENUE AND EXPENDITURE

Fiscal Years Ended March 31
Billions of Dollars



Non-budgetary transactions (excluding unmatured debt transactions)

Non-budgetary transactions are those which increase or decrease the government's asset and liability accounts and do not enter into the calculation of the annual budgetary surplus or deficit.

In 1965-66 net disbursements and charges of \$1,154 million exceeded net receipts and credits of \$1,033 million resulting in a net requirement of \$121 million. In 1964-65 net disbursements and charges were \$1,153 million and net receipts and credits were \$769 million resulting in a net requirement of \$384 million.

Old age security fund

Receipts by the fund during 1965-66 totalled \$1,169 million and exceeded payments of \$927 million by \$242 million. In 1964-65 receipts of \$960 million exceeded payments of \$885 million by \$75 million.

The higher receipts in 1965-66 were due mainly to the 3 per cent tax on sales of building materials and production machinery and equipment effective January 1, 1965.

The excess of \$242 million of receipts over payments in 1965-66 enabled the fund to repay the \$25 million in temporary loans to the fund by the Minister of Finance which were outstanding at March 31, 1965 and resulted in a credit balance of \$217 million in the fund at March 31, 1966.

The transactions in the account during 1965-66 compared with those for 1964-65 are as follows:

	Fiscal year ended March 31	
	1966	1965
	(in millions of dollars)	
Tax receipts.....	1,169	960
Pension payments.....	927	885
Excess of receipts over payments.....	242	75
Temporary loans by the Minister of Finance carried forward.....	-25	-100
Balance in old age security fund.....	217	-25

Other loans, investments and working capital advances

Other loans, investments and working capital advances resulted in a net disbursement of \$853 million in 1965-66 and was due mainly to net increases of \$315 million in loans to the Central Mortgage and Housing Corporation, \$147 million in loans to the Farm Credit Corporation and \$106 million in advances to the Municipal and Development Loan Board.

Investments in special United States of America securities—Columbia River Treaty

During 1965-66 securities in the amount of \$32 million were redeemed leaving a balance of \$187 million at March 31, 1966.

Non-interest-bearing notes payable on demand

There was a decrease of \$113 million in these notes during 1965-66 compared to a decrease of \$219 million in 1964-65. The decrease in 1965-66 reflected a decrease of \$112 million in notes issued to the international monetary fund and \$1 million in notes to the international development association.

Annuity, insurance and pension accounts

Net receipts of \$716 million in these accounts included government contributions of \$190 million, further government contributions of \$97 million to provide for additional liabilities resulting from salary and pay revisions in 1965-66, and interest of \$227 million credited to the accounts by the government. In 1964-65 net receipts of \$526 million included government contributions of \$180

million, further government contributions of \$122 million to provide for additional liabilities resulting from salary and pay revisions in 1963-64 and 1964-65, interest credits of \$156 million and a credit of \$119 million to the public service superannuation account to bring the balance into line with an actuarial evaluation as at December 31, 1962 as calculated by the Department of Insurance.

Unmatured debt transactions

Unmatured debt transactions in 1965-66 resulted in an increase of \$113 million in unmaturred debt outstanding in the hands of the public compared with an increase of \$275 million during the previous fiscal year.

Cash position

Receiver General bank balances in current deposits were \$47 million less at March 31, 1966 than at March 31, 1965. The budgetary deficit of \$39 million plus non-budgetary requirements of \$121 million was financed by an increase of \$113 million in unmaturred debt outstanding in the hands of the public and a draw-down of \$47 million in Receiver General balances.

Debt position

As a result of the budgetary and non-budgetary transactions the gross public debt increased by \$919 million to \$27,483 million at March 31, 1966, net recorded assets increased by \$880 million to \$11,940 million and net debt increased by \$39 million to \$15,543 million.

FEDERAL GOVERNMENT REVENUE AND EXPENDITURE ON THE NATIONAL ACCOUNTS BASIS

Since the early part of the present economic expansion, the position of the federal government, on a national accounts basis, has shown a substantial change. From a deficit of approximately \$600 million in the fiscal year 1961-62 the income and expenditure transactions moved gradually into a net surplus position of \$599 million in the fiscal year ended March 31, 1966. During this period, revenues of the federal government increased, on average, by over 8 per cent per year while the annual growth of expenditure was 4 per cent. In the last year, however, the growth in both revenue and expenditure became more rapid and in 1965-66 federal government expenditure was some 6.5 per cent above its 1964-65 level while revenue rose by almost 10 per cent to \$9,194 million. Seasonally adjusted quarterly data for the calendar year 1966 indicates that the rate of increase in federal government expenditure has accelerated and now exceeds that of revenue thus tending to reduce the net surplus position in the current fiscal year.

More than half of the dollar increase in revenue of the federal government in the fiscal year 1965-66 was accounted for by a 15 per cent growth in indirect taxes, mostly excise taxes including the 3 per cent old age security tax. This marked increase was associated with the rise from 8 to 11 per cent in the sales tax on building materials and construction equipment, an increase of more than 9 per cent in personal expenditures and a higher level of fixed capital formation. Despite the strong upward trend in labour income during 1965-66, personal direct taxes, including the old age security tax on personal income, rose by only 4.8 per cent, or \$125 million, during the fiscal year ended March 31, 1966, reflecting the reduction in the basic personal income tax rate and the higher abatements to the provinces. Corporate tax liabilities, that is the liabilities incurred by the business sector on the basis of their earnings, increased by 7.6 per cent, in line with the increase in corporate profits during that same period. Investment income, which includes net profits of government business enterprises, interest on loans and advances and interest on public funds, increased by \$69 million. Employer and employee contributions to social insurance and government pension funds were also higher by \$45 million.

Contributions to the Canada pension plan, which began operations January 1, 1966, totalled \$95 million in 1965-66. For national accounts purposes, contributions to the Canada pension plan represent a transfer of income from the private to the public sector and are regarded as additional sources of revenue for the government. However, these are not specifically included in the national accounts revenue of the federal government since the conditions under which these are collected stipulate that these be lent to the provinces in which they accrue.

TABLE 3
FEDERAL GOVERNMENT REVENUE AND EXPENDITURE
ON NATIONAL ACCOUNTS BASIS
(in millions of dollars)

	1965-66*	1964-65
REVENUE		
Direct taxes, persons.....	2,756	2,631
Direct taxes, corporations.....	1,627	1,512
(Corporate tax collections).....	(1,755)	(1,640)
Withholding taxes.....	170	147
Indirect taxes.....	3,368	2,923
Investment income.....	644	575
Insurance and pension funds.....	629	584
Total revenue.....	9,194	8,372
Canada pension plan contributions.....	95	
EXPENDITURE		
Goods and services, defence.....	1,594	1,586
Goods and services, non-defence.....	1,814	1,524
Transfers to persons.....	2,330	2,261
Interest on the public debt.....	1,077	1,012
Subsidies.....	268	261
Capital assistance.....	73	82
Transfers to other levels of government.....	1,439	1,341
Total expenditure.....	8,595	8,067
Surplus.....	599	305
Canada pension plan contributions.....	95	

*Preliminary estimates.

Federal expenditure on goods and services, which forms approximately 40 per cent of its total expenditure, increased much more rapidly in 1965-66 than in any previous year of the current economic expansion. While its rate of growth between 1961-62 and 1964-65 averaged less than one half of one per cent a year and its share of gross national expenditure declined from 8 per cent to 6.4 per cent, federal spending on goods and services increased by over 9.5 per cent in 1965-66 as compared with an increase of 10.4 per cent in total gross national expenditure. Almost all of the increase was accounted for by larger outlays on non-defence items with a significant share resulting from an increase of approximately one third in fixed capital formation.

Transfers from the federal to the other levels of government increased by 7.3 per cent to a level of \$1,439 million. Higher equalization payments and payments under the various shared-cost programs more than offset the opting out of one province from a number of shared-cost programs. Transfers to persons increased by approximately \$70 million with increased family allowances, veterans pensions and old age security payments more than offsetting a decline in unemployment

insurance benefit payments. Interest on the public debt increased by some 6.5 per cent while transfers to business remained relatively unchanged.

Reconciliation of the Public Accounts and National Accounts Presentation

The reconciliation of the national accounts revenue and expenditure with the budgetary revenue and expenditure for 1964-65 and 1965-66 is presented in Tables 5 and 6. However, a synopsis of the main items is given in the following table:

TABLE 4
RECONCILIATION OF PUBLIC ACCOUNTS AND NATIONAL ACCOUNTS
PRESENTATIONS OF FEDERAL GOVERNMENT REVENUE AND EXPENDITURE
(in millions of dollars)

	1965-66			1964-65		
	Revenue	Expenditure	Surplus or deficit (—)	Revenue	Expenditure	Surplus or deficit (—)
Budgetary revenue and expenditure.....	7,696	7,735	—39	7,180	7,218	—38
Supplementary period adjustment.....	56	—44	100	—42	—49	7
Extra-budgetary funds—						
Old age security.....	1,169	927	242	960	885	75
Unemployment insurance.....	328	298	30	311	335	—24
Government pension.....	301	114	187	273	101	172
Other.....	191	7	184	169	10	159
	1,989	1,346	643	1,713	1,331	382
Less:						
Post office revenue and expenditure....	—237	—242	5	—231	—211	—20
Budgetary revenue items offset against expenditure.....	—127	—127		—123	—123	
Adjustments to place other government funds and Crown agencies on a disbursement basis.....		—10	10		47	—47
Other adjustments to revenue and expenditure.....	—183	—63	—120	—125	—146	21
Total revenue and expenditure, national accounts basis.....	9,194	8,595	599	8,372	8,067	305

As indicated above, whereas the deficit on the public accounts basis remained unchanged at approximately \$40 million in the two fiscal years, on a national accounts basis the federal government surplus increased from \$305 million in 1964-65 to \$599 million in 1965-66. The improvement was more than accounted for by a substantial increase in the surplus position of the extra-budgetary funds, particularly the old age security and the unemployment insurance funds. The increase in old age security revenue was associated with higher incomes, increased outlays on consumer goods and services and capital formation, while the lower unemployment insurance payments reflect the improvement in the unemployment situation.

Largely as a result of an increase of \$209 million in revenue from the old age security tax, extra-budgetary receipts from social insurance and pension funds increased by over 16 per cent above the previous year to a level of close to \$2 billion. Other miscellaneous adjustments such as the supplementary period adjustment added amounts to total budgetary revenue which more than offset the changes in the deductions for post office, the excess of corporate tax collections over accruals and the budgetary revenue items offset against expenditure.

The expenditure of extra budgetary funds in 1965-66, net of government transfers to pension funds, amounted to \$1,280 million, only marginally above their previous year level as a result of an increase in old age security benefit payments being offset by a comparable decline in unemployment insurance benefits.

TABLE 5
RECONCILIATION OF PUBLIC ACCOUNTS AND NATIONAL ACCOUNTS PRESENTATIONS
OF FEDERAL GOVERNMENT REVENUE
(in millions of dollars)

	1965-66*	1964-65
Budgetary revenue.....	7,696	7,180
Supplementary period adjustments ⁽¹⁾	56	-42
Revenue of extra-budgetary funds—		
Old age security tax collections.....	1,169	960
Unemployment insurance—employer and employee contributions.....	328	311
Government pension—employer and employee contributions.....	301	273
Prairie Farm Assistance Act levy.....	10	10
Interest receipts of social insurance and pension accounts.....	181	159
Corporate income tax—excess of accruals over collections ⁽²⁾	-128	-128
Profits before taxes (net of losses) of government business enterprises.....	242	226
Interest on loans, advances and investments.....	221	190
Less:		
Budgetary return on investments.....	-488	-383
Post office revenue.....	-237	-231
Budgetary revenue items offset against budgetary expenditure ⁽³⁾	-127	-123
All other adjustments to budgetary revenue ⁽⁴⁾	-30	-30
Total revenue on national accounts basis (excluding Canada pension plan).....	9,194	8,372

*Preliminary estimates

⁽¹⁾In the national accounts, revenue in the supplementary period is shifted to the following fiscal year.

⁽²⁾Excludes taxes on government business enterprises.

⁽³⁾See also footnote 3, expenditure reconciliation.

⁽⁴⁾These adjustments are largely revenue items not relevant for national accounts such as proceeds from sales of existing assets, tax collections from Crown corporations, etc.

TABLE 6

RECONCILIATION OF PUBLIC ACCOUNTS AND NATIONAL ACCOUNTS PRESENTATIONS
OF FEDERAL GOVERNMENT EXPENDITURE

(in millions of dollars)

	1965-66*	1964-65
Budgetary expenditure.....	7,735	7,218
Supplementary period adjustment ⁽¹⁾	-44	-49
Expenditure of extra-budgetary funds—		
Old age security payments.....	927	885
Unemployment insurance benefit payments.....	298	335
Government pension payments.....	114	101
Prairie Farm Assistance Act payments.....	7	10
Transfer to extra-budgetary funds.....	-66	-63
Adjustment to place other government funds and Crown agencies on a disbursement basis ⁽²⁾	-10	47
Budgetary expenditure offset against income of government business enterprises—		
Post office.....	-242	-211
Deficit of government business enterprises.....	-101	-91
Reserves and write-offs.....	-60	-43
Budgetary revenue items offset against budgetary expenditure ⁽³⁾	-127	-123
Other adjustments to budgetary expenditure.....	164	51
Total expenditure on national accounts basis.....	8,595	8,067
Surplus or deficit (—), national accounts basis.....	599	305
Surplus or deficit (—), budgetary basis.....	-39	-38

*Preliminary estimate.

⁽¹⁾In the national accounts, expenditure on goods and services in the supplementary period are split evenly between adjacent fiscal years. Other expenditure items are shifted entirely to the next year. All the expenditure items in the reconciliation table have been adjusted for the supplementary period and for this reason they may differ from public accounts figures.

⁽²⁾This adjustment replaces budgetary appropriations to various funds and agencies by the outlays actually made by these funds and agencies.

⁽³⁾The largest component of this item consists of revenue from sale of goods and services by the government sector. These sales appear as final expenditure of the private sector and are deducted to avoid double counting.

1965-66

PUBLIC ACCOUNTS

BUDGETARY ACCOUNTS

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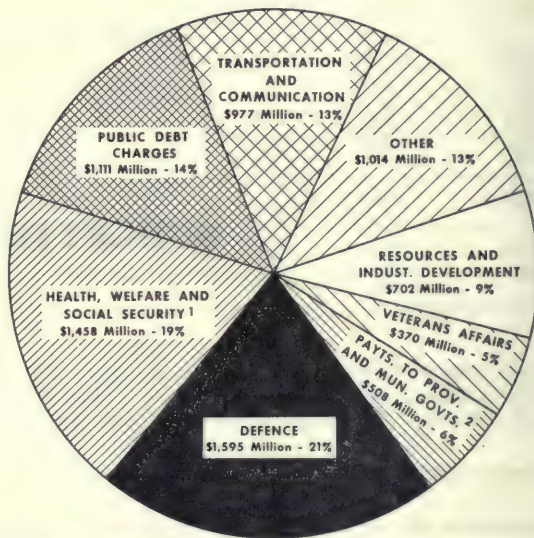
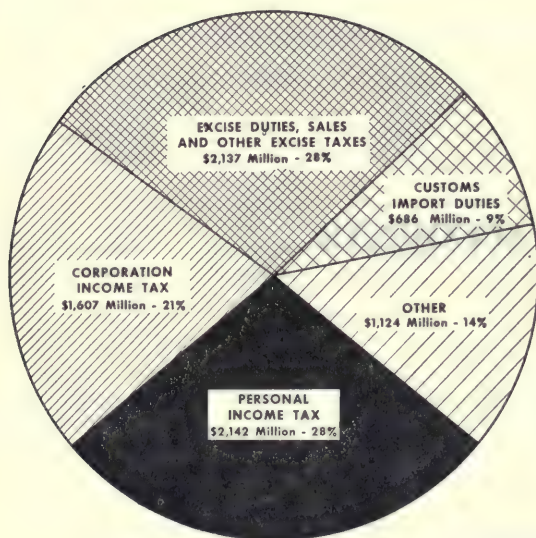
BUDGETARY ACCOUNTS

A statement of budgetary expenditure by departments and a statement of budgetary revenue classified as to main category, as certified by the Auditor General, is presented in section 7 of this volume on a comparative basis, showing expenditures and revenues for the fiscal years 1965-66 and 1964-65. A description of the accounting treatment of budgetary expenditure and revenue is given in section 1 of this volume.

This section outlines in more detail the transactions in the budgetary accounts.

BUDGETARY REVENUE
BY MAJOR SOURCEBUDGETARY EXPENDITURE
BY MAJOR FUNCTION

For Fiscal Year Ended March 31, 1966



1. Does not include payments out of old age security fund.

2. Does not include those payments made to provincial and municipal governments for specific purposes.

SUMMARY

Total budgetary revenue of the government was \$7,696 million in 1965-66 compared with \$7,180 million in 1964-65, an increase of \$516 million. There were increases of \$149 million in income tax collections, \$335 million in other tax collections and \$32 million in non-tax revenue.

Total budgetary expenditure was \$7,735 million in 1965-66 compared with \$7,218 million in 1964-65, an increase of \$517 million. Non-defence expenditure increased by \$507 million and defence expenditure by \$10 million.

The resulting budgetary deficit of \$39 million for 1965-66 was \$1 million more than the 1964-65 deficit of \$38 million.

The following table shows budgetary revenue, expenditure and the resulting deficit for each of the fiscal years ended March 31, 1957 to 1966 inclusive:

TABLE 1
BUDGETARY REVENUE, EXPENDITURE AND DEFICIT
(in millions of dollars)

Fiscal year ended March 31	Budgetary revenue	Budgetary expenditure	Surplus or deficit (—)
1957.....	5,106.5	4,849.0	257.5
1958.....	5,048.8	5,087.4	—38.6
1959.....	4,754.7	5,364.0	—609.3
1960.....	5,289.8	5,702.9	—413.1
1961.....	5,617.7	5,958.1	—340.4
1962.....	5,729.6	6,520.6	—791.0
1963.....	5,878.7	6,570.3	—691.6
1964.....	6,253.2	6,872.4	—619.2
1965.....	7,180.3	7,218.3	—38.0
1966.....	7,695.8	7,734.8	—39.0

Budgetary revenue and expenditure on a per capita basis and as a percentage of the gross national product for the last five fiscal years are shown in the following table:

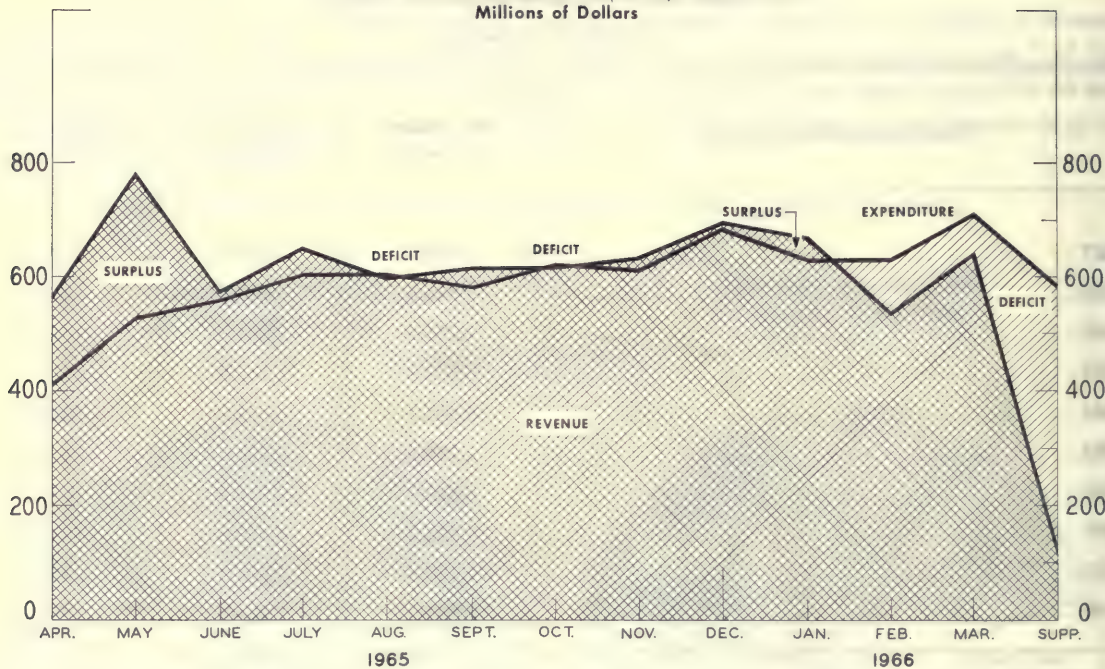
TABLE 2

Fiscal year ended March 31	Budgetary revenue		Budgetary expenditure	
	Per capita ⁽¹⁾	As a percentage of gross national product ⁽²⁾	Per capita ⁽¹⁾	As a percentage of gross national product ⁽²⁾
	\$	per cent	\$	per cent
1962.....	314.16	15.3	357.53	17.4
1963.....	316.57	14.5	353.81	16.2
1964.....	330.93	14.4	363.70	15.8
1965.....	373.29	15.1	375.27	15.2
1966.....	393.23	14.8	395.22	14.9

⁽¹⁾ Based on estimated population as of June 1 in fiscal year.

⁽²⁾ Based on gross national product for calendar year ended in fiscal year in accordance with the latest revision of the Dominion Bureau of Statistics.

BUDGETARY REVENUE AND EXPENDITURE BY MONTHS
For Fiscal Year Ended March 31, 1966
Millions of Dollars



ANALYSIS OF BUDGETARY REVENUE AND EXPENDITURE BY MONTHS

In the following table the budgetary revenue, expenditure and deficit for the fiscal year 1965-66 are analysed by months:

TABLE 3
BUDGETARY REVENUE, EXPENDITURE AND SURPLUS OR DEFICIT BY MONTHS
FOR THE FISCAL YEAR 1965-66
(in millions of dollars)

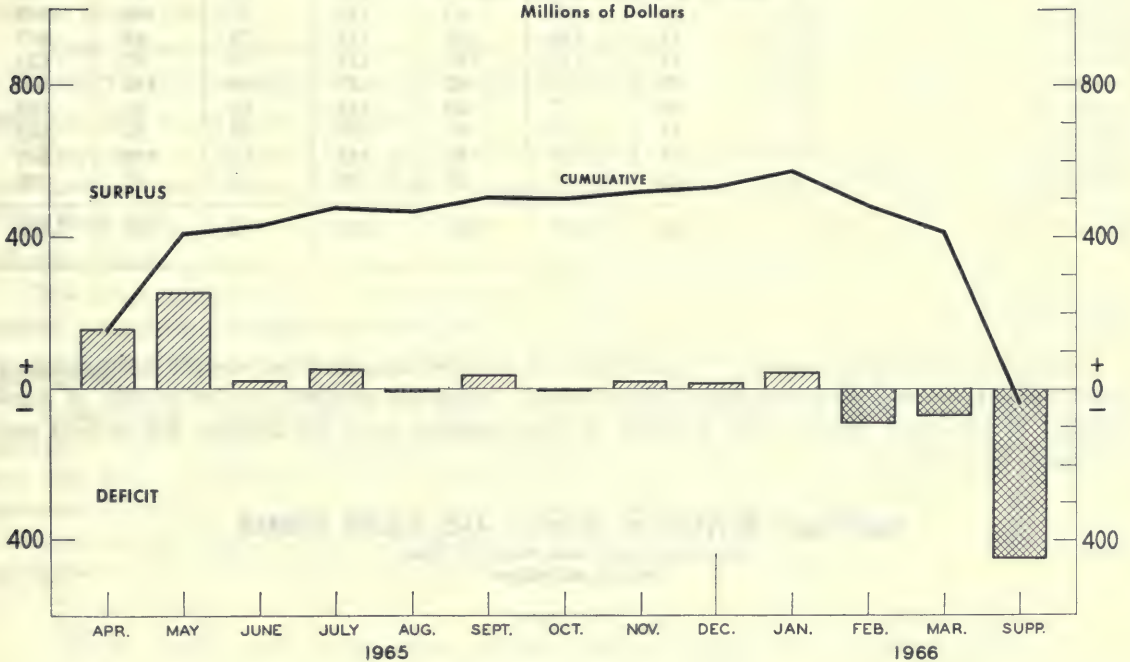
Month	Revenue			Expenditure			Surplus or deficit(—)	
	Monthly	Cumulative to end of month		Monthly	Cumulative to end of month		Monthly	Cumulative to end of month
	Amount	Amount	Per cent of total	Amount	Amount	Per cent of total	Amount	Amount
April 1965.....	564	564	7	409	409	5	155	155
May.....	779	1,343	17	527	936	12	252	407
June.....	575	1,918	25	556	1,492	19	19	426
July.....	651	2,569	33	602	2,094	27	49	475
August.....	595	3,164	41	602	2,696	35	—7	468
September.....	616	3,780	49	582	3,278	42	34	502
October.....	617	4,397	57	619	3,897	50	—2	500
November.....	631	5,028	65	612	4,509	58	19	519
December.....	696	5,724	74	683	5,192	67	13	532
January 1966.....	666	6,390	83	625	5,817	75	41	573
February.....	535	6,925	90	626	6,443	83	—91	482
March.....	639	7,564	98	709	7,152	92	—70	412
Supplementary.....	132	7,696	100	583	7,735	100	—451	—39
Total for fiscal year.....	7,696			7,735			—39	

As is shown in the preceding table there were month to month variations in both revenue and expenditure. The heavier expenditure towards the end of the fiscal year was due to the fact that, under provisions of the Financial Administration Act, expenditures properly applicable to the fiscal year 1965-66 but made in April 1966 were charged to 1965-66 expenditures and also to the fact that deficits of Crown corporations and special operating accounts which are charged to budgetary expenditure are not known until late in the fiscal year. Expenditures in the supplementary period amounted to \$583 million or 8 per cent of total expenditure while revenue collections recorded as receipts in the supplementary period totalled \$132 million or 2 per cent of total revenue. These collections represent moneys in the hands of collectors or in transit on March 31 but not deposited to the credit of the Receiver General at that date.

BUDGETARY SURPLUS OR DEFICIT BY MONTHS

For Fiscal Year Ended March 31, 1966

Millions of Dollars



Revenue

Although the amount of revenue is affected by changes in taxation rates, by changes in the base on which taxes are calculated and by variations in economic conditions, the system of collecting personal and corporation income taxes by instalments tends to produce an even distribution of receipts throughout the fiscal year.

Personal and corporation income taxes collected by the federal government on behalf of the provinces, and subsequently remitted to the provinces, are not included in the tables shown here.

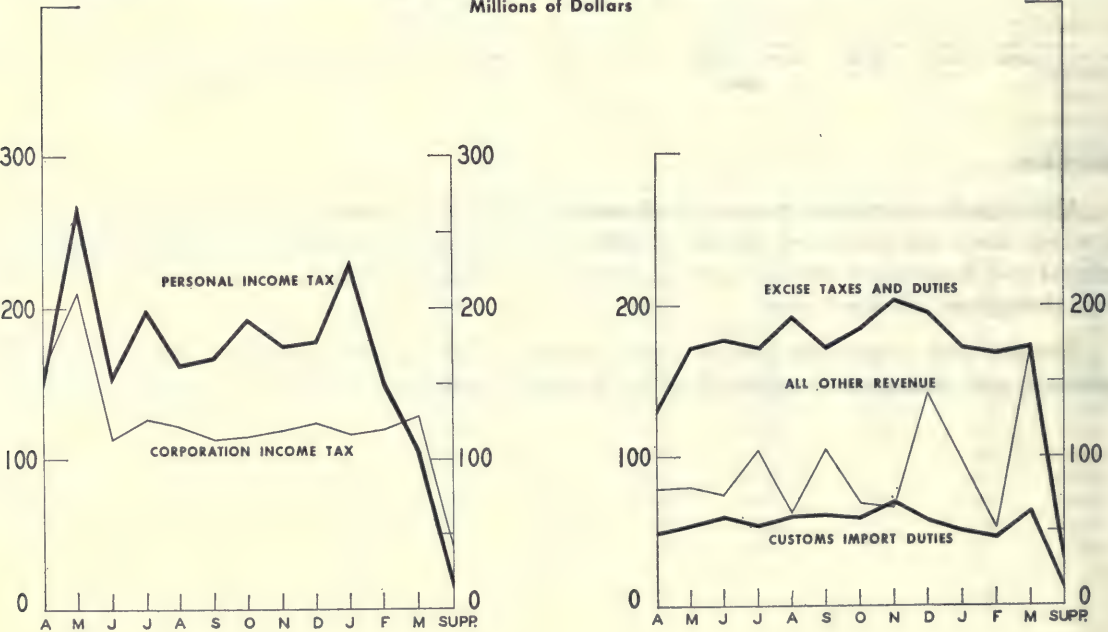
TABLE 4
MAJOR SOURCES OF BUDGETARY REVENUE BY MONTHS
FOR THE FISCAL YEAR 1965-66
(in millions of dollars)

Month	Personal Income Tax		Corpora- tion income tax	Customs import duties	Sales tax	Other excise taxes and duties	All other revenue	Total
	Deductions at source	Other collections						
April 1965.....	69	82	159	48	78	50	78	564
May.....	89	177	210	53	111	60	79	779
June.....	123	30	113	59	115	62	73	575
July.....	150	48	126	53	114	57	103	651
August.....	142	20	121	59	128	64	61	595
September.....	142	25	113	60	115	57	104	616
October.....	151	41	115	58	112	72	68	617
November.....	158	17	119	69	127	76	65	631
December.....	153	25	124	57	131	64	142	696
January 1966.....	182	46	117	50	118	54	99	666
February.....	135	15	120	45	109	59	52	535
March.....	74	31	128	63	112	61	170	639
Supplementary.....	6	11	42	12	25	6	30	132
Total for fiscal year...	1,574	568	1,607	686	1,395	742	1,124	7,696

Personal income tax

Refunds of over-deductions of personal income tax are offset against gross receipts in the category “deductions at source”. This resulted in considerably lower net receipts in the months of April and May of 1965 and March 1966. Refunds in these months were \$78 million, \$68 million and \$74 million respectively.

BUDGETARY REVENUE BY MONTHS AND MAJOR SOURCE
For Fiscal Year Ended March 31, 1966
Millions of Dollars



Included in the category "other collections" are instalments of tax paid directly to the government by individuals. These are payable in April, July, October and January with the final instalment on the filing of income tax returns. The large receipts in April and May, 1965 reflect the final instalment payments for the 1964 taxation year.

Corporation income tax

Under the provisions of the Income Tax Act corporations are required to pay tax in monthly instalments but the period during which they pay tax for a taxation year does not coincide exactly with that taxation year. They do not start making monthly payments for a particular taxation year until the fifth month after it has begun, i.e. calendar year corporations did not start to make payments for their 1965 taxation year before May, 1965.

Receipts in 1965-66 during April and May were therefore largely in respect of the 1964 taxation year and those in the remainder of the year were largely in respect of the 1965 taxation year.

The large receipts in April and May, 1965 reflect final instalment payments of 1964 income tax.

Customs import duties

These collections varied between a high of \$69 million in November and a low of \$45 million in February 1966 reflecting normal fluctuations in imports.

Sales tax, other excise taxes and duties

There were variations in these receipts from month to month but it is noted that \$1,011 million or 47 per cent was received in the first six months and \$1,126 million or 53 per cent in the last half of the fiscal year.

All other revenue

The large receipts in July, September and December 1965 and March 1966 were due to substantial returns on investments received in those months.

Expenditure

Expenditure is usually greater towards the end of the fiscal year because many construction contracts which are let in the early part of the year do not come up for payment until some months later and deficits sustained by Crown corporations and losses incurred in the operation of various agencies and accounts are not known until the end or towards the end of the fiscal year. Also, under section 35 of the Financial Administration Act, for thirty days after March 31, payments properly applicable to the old year may be made and charged to that year's accounts.

TABLE 5
MAJOR CLASSIFICATIONS OF BUDGETARY EXPENDITURE BY MONTHS FOR THE FISCAL YEAR 1965-66
(in millions of dollars)

Month	Defence	Public debt charges	Payments to provinces	Family allowances	Veterans affairs	Public works	Transport	All other	Total
April 1965.....	81	93	32	46	29	5	19	104	409
May.....	115	92	30	46	29	14	17	184	527
June.....	121	94	29	46	31	21	25	189	556
July.....	131	90	40	46	31	16	40	208	602
August.....	122	88	30	46	31	24	29	232	602
September.....	121	92	30	46	32	22	31	208	582
October.....	128	95	29	46	30	28	30	233	619
November.....	119	87	50	46	33	26	32	219	612
December.....	129	92	66	46	32	22	92	204	683
January 1966.....	131	88	51	46	33	22	42	212	625
February.....	128	88	41	46	24	27	31	241	626
March.....	169	85	38	46	32	34	36	269	709
Supplementary.....	100	27			3	14	108	331	583
Total for fiscal year.....	1,595	1,111	466	552	370	275	532	2,834	7,735

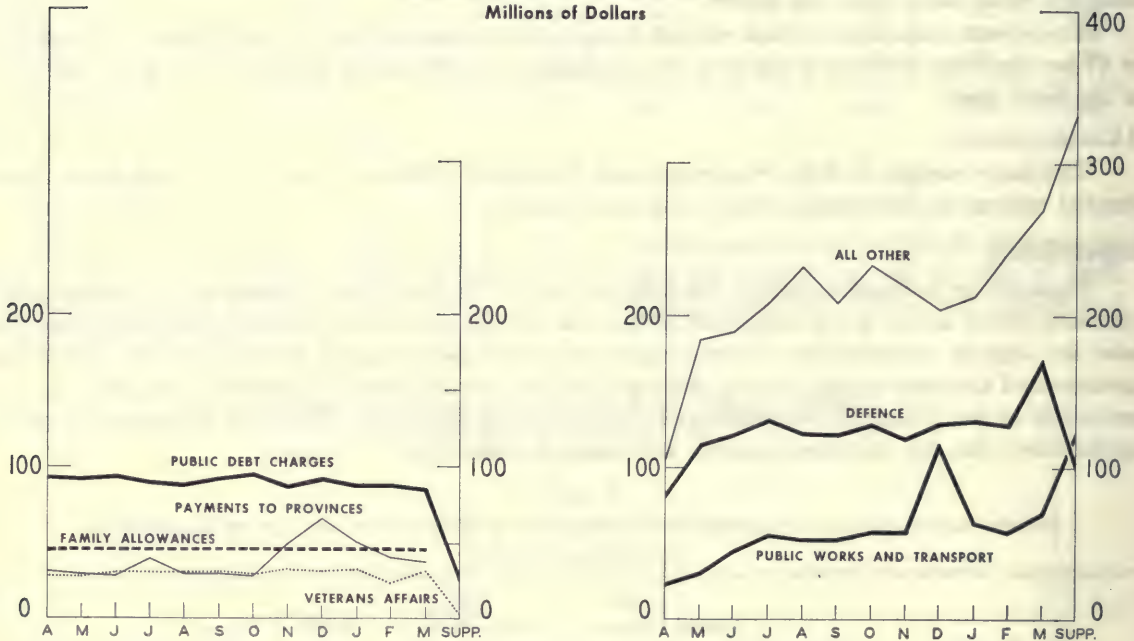
Defence

Defence expenditures did not follow any definite monthly pattern with \$691 million or 43 per cent being spent in the first six months and \$904 million or 57 per cent in the remainder of the fiscal year with \$269 million or 17 per cent in March and the supplementary period. This was due to payments on construction contracts coming due late in the year and to an acceleration of payments of accounts at the close of the fiscal year.

Public debt charges

Monthly charges in this category were fairly consistent. The charge of \$27 million in the supplementary period included \$15 million to set up a provision for payment of a premium payable on maturity of Canada savings bond series 14 which matures on November 1, 1968. Also included is an adjustment of \$12 million in respect of Canada savings bonds interest. Canada savings bonds interest is affected by savings bonds redemptions and sales and, when these vary from original estimates, adjustments are necessary.

BUDGETARY EXPENDITURE BY MONTHS AND MAJOR CLASSIFICATION
For Fiscal Year Ended March 31, 1966
Millions of Dollars



Payments to provinces

The substantial increase in monthly charges effective November resulted from payments to the Province of Quebec under the Established Programs (Interim Arrangements) Act in respect of that province opting out of certain programs. The payments for November and December included retroactive adjustments. Also affecting the even monthly ratio were subsidy payments made to all provinces in the months of July and January.

Family allowances and veterans affairs

The nature of these payments explains the evenness of the monthly expenditure charges.

The decrease in charges to expenditure in February in respect of veterans affairs was the result of a credit of \$6 million covering revenue which arose from treatment services. This revenue would normally have been credited to expenditure during the months of November, December and January

but this could not be done as during that period, due to the dissolution of Parliament, the government was operating on Governor General Warrants rather than on parliamentary appropriations.

Public works and transport

Expenditure under this category was 33 per cent for the first six months compared with 67 per cent in the remainder of the fiscal year. This was due mainly to construction contracts coming due for payment late in the year and to payments by Department of Transport in December and January to the railways for the maintenance of the rates of freight traffic.

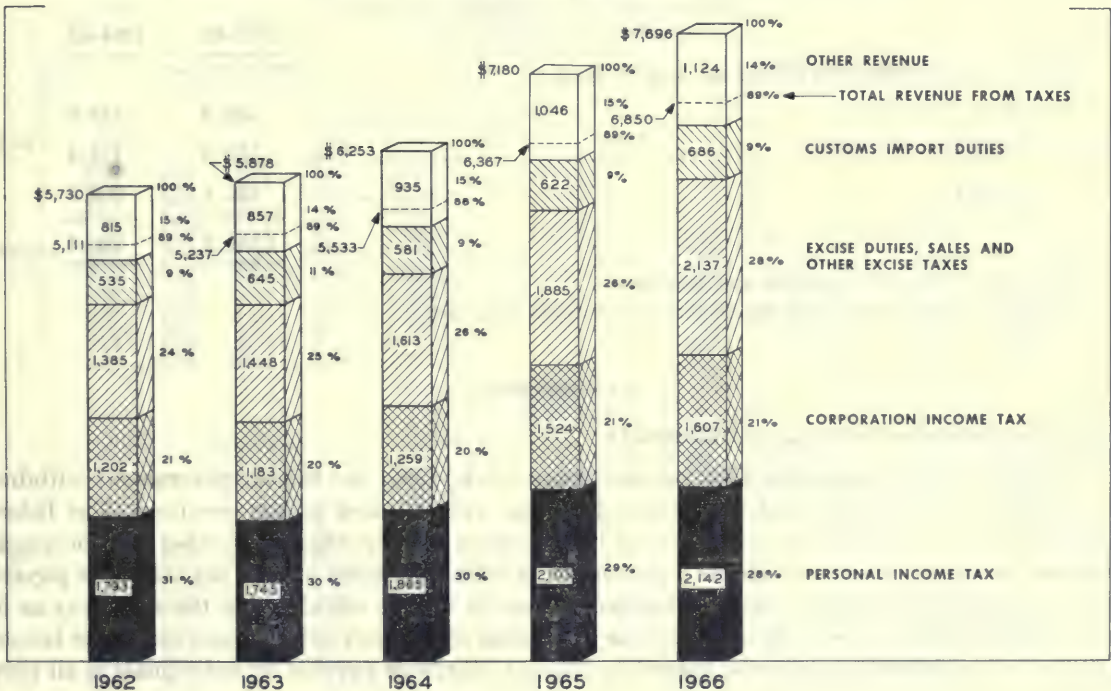
All other expenditure

Some of the large items in this grouping are (a) charges in the supplementary period of \$39 million to cover the net operating loss of the agricultural stabilization board, \$33 million to cover the 1965 deficit of the Canadian National Railways and \$44 million covering one-fifth of the government's liability to the superannuation accounts due to salary increases in 1963-64 and 1964-65 and (b) charges each month in respect of total payments for the fiscal year of \$320 million under the Hospital Insurance and Diagnostic Services Act, \$120 million for the government's regular contributions to the superannuation accounts, \$102 million for unemployment assistance, \$154 million under the Technical and Vocational Training Assistance Act and \$66 million for the government's contribution to the unemployment insurance fund.

REVENUE

Budgetary revenue in 1965-66 totalled \$7,696 million, \$516 million or 7 per cent over the total of \$7,180 million received in 1964-65. Tax revenue at \$6,850 million accounted for 89 per cent of the total revenue for the fiscal year and non-tax revenue at \$846 million accounted for 11 per cent. In 1964-65 tax revenue was \$6,367 million or 89 per cent of the total and non-tax revenue was \$813 million or 11 per cent.

BUDGETARY REVENUE BY SOURCE
Fiscal Years Ended March 31
Millions of Dollars



The more important changes were increases of \$191 million in sales tax receipts, \$83 million in corporation income tax collections, \$63 million in customs import duties and \$39 million in personal income tax collections.

TABLE 6
BUDGETARY REVENUE BY MAJOR SOURCES
(in millions of dollars)

Source	Fiscal year ended March 31				Increase or decrease (—)	
	1966		1965			
	Amount	Per cent	Amount	Per cent	Amount	Per cent
Tax revenue—						
Income tax—						
Personal ⁽¹⁾	2,142.5	27.8	2,103.3	29.3	39.2	1.9
Corporation ⁽¹⁾	1,606.6	20.9	1,523.8	21.2	82.8	5.4
On dividends, interest, etc., going abroad.....	170.0	2.2	143.7	2.0	26.3	18.3
Excise taxes—						
Sales ⁽¹⁾⁽²⁾	1,395.1	18.1	1,204.6	16.8	190.5	15.8
Other.....	296.2	3.9	269.1	3.8	27.1	10.1
Customs import duties.....	685.5	8.9	622.1	8.7	63.4	10.2
Excise duties.....	445.9	5.8	411.4	5.7	34.5	8.4
Estate tax ⁽³⁾	108.3	1.4	88.6	1.2	19.7	22.2
Other taxes.....	0.2		0.2			
	6,850.3	89.0	6,366.8	88.7	483.5	7.6
Non-tax revenue—						
Return on investments.....	438.3	5.7	422.7	5.9	15.6	3.7
Post office—net postal revenue.....	237.5	3.1	230.4	3.2	7.1	3.1
Other non-tax revenue.....	169.7	2.2	160.4	2.2	9.3	5.8
	845.5	11.0	813.5	11.3	32.0	3.9
Total budgetary revenue.....	7,695.8	100.0	7,180.3	100.0	515.5	7.2

⁽¹⁾Excluding tax credited to the old age security fund—

	1965-66	1964-65
Personal income tax.....	494.9	431.9
Corporation income tax.....	152.3	145.2
Sales tax.....	522.1	383.2
	1,169.3	960.3

⁽²⁾Net after deduction of refunds and drawbacks.

⁽³⁾Includes duties levied under the Dominion Succession Duty Act.

TAX REVENUE

Federal-provincial fiscal arrangements

Under fiscal arrangements, that became operative in 1962, the federal government withdrew in part from the field of direct taxation and left the vacated area to the provinces. The federal government offered to collect the provincial income taxes without charge provided that provincial personal income tax was expressed as a percentage of federal personal income tax otherwise payable and provincial corporation income tax applied to taxable income calculated in the same way as for federal income tax purposes. To allow for the imposition of the provincial income taxes, the Income Tax Act was amended to abate the federal income tax otherwise payable by individuals in all prov-

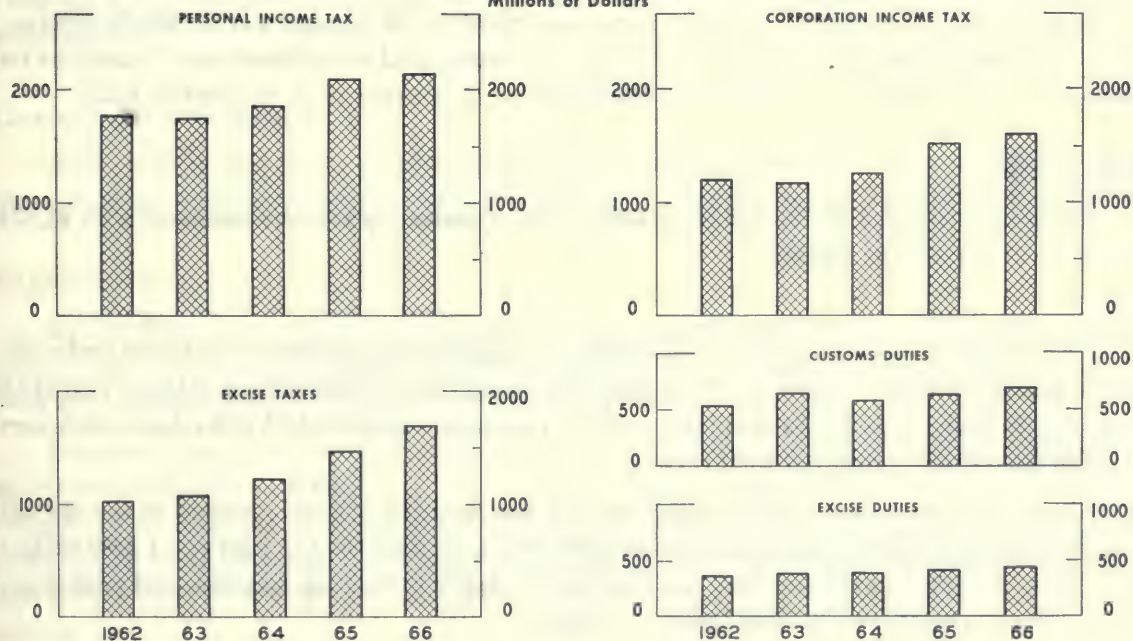
incomes by 16 per cent in 1962, 17 per cent in 1963, 18 per cent in 1964, 21 per cent in 1965 and 24 per cent in 1966. For 1965 and 1966, the Province of Quebec obtained an additional 23 percentage points of the federal income tax otherwise payable in that province in compensation of the fact that the payment of youth allowances and the full cost of certain programs which are supported jointly by federal and provincial governments in the other provinces have been assumed by that province. The personal income tax abatement rates for Quebec in 1965 and 1966 are thus 44 per cent and 47 per cent respectively. For the period 1962-67 the federal corporation income tax rates are abated by 9 percentage points for taxable income earned in a province other than Quebec and by 10 percentage points for taxable income earned in Quebec. The additional one percentage point for Quebec is in compensation of the payment by that province of university grants which in the other provinces are made by the federal government. The federal government has entered into tax-collection agreements under which it collects the provincial personal income taxes for all provinces except Quebec and the provincial corporation income taxes for all provinces except Ontario and Quebec.

Under these collection agreements, payments are made monthly to each province based on an estimate of that province's tax revenue. When the actual amounts of assessed returns are established, usually in the month of December following the end of the fiscal year, adjustments are made with the provinces.

Under the 1962-67 fiscal arrangements, the federal government agreed to abate its estate tax by 50 per cent in the fiscal years 1962-63 and 1963-64, and by 75 per cent in the fiscal years 1964-65, 1965-66 and 1966-67 in any province that imposed its own succession duties. To a province that did not wish to re-enter the succession duty field the federal government agreed to pay 50 per cent of the federal estate tax revenue in 1962-63 and 1963-64 and 75 per cent in 1964-65, 1965-66 and 1966-67. During 1962-63, Quebec and Ontario collected their own succession duties while the other provinces received a payment in lieu of imposing duties. Starting in 1963-64 British Columbia joined Ontario and Quebec in imposing its own succession duties. When the abatement was raised to 75 per cent in 1964-65, British Columbia increased its rates accordingly but Quebec and Ontario accepted in lieu of the extra abatement a payment equivalent to 25 per cent of the federal estate tax in those provinces.

PRINCIPAL SOURCES OF TAX REVENUE

Fiscal Years Ended March 31
Millions of Dollars



Tax on personal income

The largest source of government revenue in 1965-66 was again the personal income tax. The yield (excluding the old age security tax) was \$2,143 million or 28 per cent of all budgetary revenue compared with \$2,103 million or 29 per cent in 1964-65. Despite substantially higher levels of personal income, the net yield of the personal income tax in 1965-66 increased by only \$40 million or 2 per cent over the corresponding figure for 1964-65. The smallness of the increase was caused by higher provincial abatements and the enactment of a federal tax reduction effective July 1, 1965.

In addition to the federal revenue, \$530 million was allocated to the provincial tax collection agreements account under the terms of federal-provincial fiscal arrangements. In 1964-65 \$369 million was allocated to the provincial tax collection agreements account.

The tax on personal incomes levied under the Old Age Security Act and credited to the old age security fund was \$495 million compared with \$432 million in 1964-65.

Corporation income tax

The corporation income tax was the second largest source of government revenue. The yield (excluding the old age security tax) was \$1,607 million or 21 per cent of all budgetary revenue compared with \$1,524 million or 21 per cent in 1964-65. The increase of \$83 million or 5 per cent over the 1964-65 collections was due mainly to the growth of corporation profits.

In addition to the federal revenue, \$132 million was allocated to the provincial tax collection agreements account under terms of federal-provincial fiscal arrangements. In 1964-65 \$135 million was allocated to the provincial tax collection agreements account.

The tax on incomes of corporations levied under the Old Age Security Act and credited to the old age security fund was \$152 million compared with \$145 million in 1964-65.

Taxes on dividends, interest, etc., going abroad

Revenue in this category is derived from taxes withheld on payments of dividends, interest, rents, royalties, alimony and income from estates and trusts paid to non-residents. Collections for 1965-66 were \$170 million, an increase of \$26 million or 18 per cent over the 1964-65 total.

Excise taxes

Excise taxes totalled \$1,691 million or 22 per cent of budgetary revenue compared with \$1,474 million or 21 per cent in 1964-65.

Sales tax

From a revenue standpoint the general sales tax was the most important tax levied under the Excise Tax Act. Receipts (excluding the old age security tax) were \$1,395 million or 18 per cent of all budgetary revenue. This was \$191 million or 16 per cent higher than 1964-65 collections which were \$1,205 million or 17 per cent of total revenue.

The general tax on sales levied under the Old Age Security Act and credited to the old age security fund was \$522 million compared with \$383 million in 1964-65. The increase of \$139 million was due in large part to the fact that this tax began to apply to building materials and production machinery and equipment effective January 1, 1965.

TABLE 7
(in millions of dollars)

EXCISE TAX COLLECTIONS	Fiscal year ended March 31		Increase or decrease (—)	
	1966	1965	Amount	Per cent
Sales tax.....	1,917.2	1,587.8	329.4	20.7
Less old age security tax transferred to old age security fund.....	—522.1 1,395.1	—383.2 1,204.6	—138.9 190.5	36.2 15.8
Other excise taxes—				
Automobiles.....		(1)		
Cigarettes, tobacco and cigars.....	238.1	218.3	19.8	9.1
Electric power export.....		(1)		
Jewellery, watches, ornaments, etc.....	7.9	6.9	1.0	14.5
Matches and lighters.....	1.2	1.2		
Television sets, radios, tubes and phonographs.....	27.0	23.5	3.5	14.9
Toilet preparations.....	14.1	12.8	1.3	10.2
Wines.....	4.4	4.1	0.3	7.3
Sundry commodities.....	2.2	1.4	0.8	57.1
Interest and penalties.....	1.6	1.2	0.4	33.3
Less refunds.....	—0.3 296.2	—0.3 269.1		
		27.1	10.1	
Total excise taxes.....	1,691.3	1,473.7	217.6	14.8

(1) Less than \$50,000.

Other excise taxes

The yield from excise taxes levied under the Excise Tax Act, other than the general sales tax, was \$296 million, \$27 million more than in 1964-65. The main changes were increases of \$20 million from the tax on tobacco products and \$4 million from taxes on television sets, radios, tubes and phonographs.

Customs import duties

Receipts from this source totalled \$686 million compared with \$622 million in 1964-65. The increase of \$63 million or 10 per cent reflects the greater volume and value of imports during 1965-66.

Excise duties

Excise duties are levied on alcoholic beverages (other than wines) and tobacco products. (Additional taxes on tobacco products are levied under the Excise Tax Act.) Net receipts in 1965-66 were \$446 million compared with \$411 million in 1964-65.

Gross receipts of \$265 million from duties on alcoholic beverages (\$157 million in respect of spirits and \$108 million in respect of beer) and \$187 million from duties on tobacco products were reduced by refunds and drawbacks of \$6 million. In 1964-65 gross receipts of \$240 million from duties on alcoholic beverages (\$135 million in respect of spirits and \$105 million in respect of beer) and \$177 million from duties on tobacco products were reduced by refunds and drawbacks of \$6 million.

TABLE 8
(in millions of dollars)

EXCISE DUTY COLLECTIONS	Fiscal year ended March 31		Increase or decrease (—)	
	1966	1965	Amount	Per cent
Cigarettes, tobacco and cigars.....	187.1	177.2	9.9	5.6
Spirits.....	157.0	134.7	22.3	16.6
Beer.....	107.9	105.4	2.5	2.4
Licences.....	(1)	(1)		
	452.0	417.3	34.7	8.3
Less refunds and drawbacks.....	—6.1	—5.9	—0.2	—3.4
	445.9	411.4	34.5	8.4

(1) Less than \$50,000.

Estate tax

Revenue in this category is derived under the Estate Tax Act. Net receipts of \$108 million were \$20 million more than in 1964-65.

Other taxes

Other tax revenue consisted mainly of taxes on certain insurance premiums and a small amount from an export tax on furs exported from the Northwest Territories. Receipts totalled \$200 thousand, approximately the same amount as in 1964-65.

NON-TAX REVENUE

Non-tax revenue totalled \$846 million in 1965-66, \$32 million or 4 per cent higher than receipts in 1964-65 due mainly to increases of \$16 million in return on investments, \$8 million in privileges, licences and permits and \$7 million in net postal revenue.

TABLE 9
(in millions of dollars)

NON-TAX REVENUE	Fiscal year ended March 31		Increase or decrease (—)	
	1966	1965	Amount	Per cent
Return on investments.....	438.3	422.7	15.6	3.7
Post office—net postal revenue.....	237.5	230.4	7.1	3.1
Refunds of previous years' expenditure.....	18.9	20.5	—1.6	—7.8
Services and service fees.....	63.1	60.9	2.2	3.6
Proceeds from sales.....	22.9	24.3	—1.4	—5.8
Privileges, licences and permits.....	39.0	30.8	8.2	26.6
Bullion and coinage.....	11.2	12.3	—1.1	—8.9
Premium, discount and exchange.....	0.1		0.1	100.0
Other.....	14.5	11.6	2.9	25.0
	845.5	813.5	32.0	3.9

Return on investments

These receipts, in the amount of \$438 million in 1965-66, consisted of income derived from loans and advances made by the government and from investments in productive or earning assets. In 1964-65 receipts were \$423 million.

TABLE 10
(in millions of dollars)

RETURN ON INVESTMENTS	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Loans to, and investments in, Crown corporations—			
Bank of Canada—profits.....	143.1	128.3	14.8
Canadian Broadcasting Corporation.....	1.0	0.4	0.6
Canadian National Railways.....	12.0	11.6	0.4
Canadian Overseas Telecommunication Corporation.....	2.7	2.7	
Central Mortgage and Housing Corporation—			
Interest on debentures.....	102.6	89.7	12.9
Net profit.....	5.2	3.6	1.6
Eldorado Mining and Refining Limited.....	1.5	1.5	
Export Credits Insurance Corporation.....	6.8	3.0	3.8
Farm Credit Corporation.....	21.0	13.9	7.1
National Capital Commission.....	3.3	2.9	0.4
National Harbours Board.....	4.1	3.4	0.7
Northern Canada Power Commission.....	2.2	2.1	0.1
Polymer Corporation Limited.....	4.5	4.0	0.5
The St. Lawrence Seaway Authority.....	9.4	43.1	—33.7
Miscellaneous.....	0.6	1.0	—0.4
	320.0	311.2	8.8
Other loans and investments—			
United Kingdom.....	2.0	1.2	0.8
Other national governments.....	4.5	5.2	—0.7
Provincial governments.....	0.9	1.1	—0.2
Exchange fund account.....	62.9	63.6	—0.7
Interest-bearing deposits with chartered banks.....	21.7	19.6	2.1
Profit on bond exchange.....		0.9	—0.9
Securities investment account.....	1.3	5.6	—4.3
Soldier and general land settlement loans and veterans land act advances.....	9.1	8.3	0.8
Special United States of America securities—Columbia River Treaty.....	9.2	1.1	8.1
Unemployment Insurance Commission.....		0.2	—0.2
Miscellaneous.....	6.7	4.7	2.0
	118.3	111.5	6.8
	438.3	422.7	15.6

Loans to, and investments in, Crown corporations

Receipts of \$320 million from Crown corporations were \$9 million more than in the previous year.

Bank of Canada profits paid to the government were \$143 million compared with \$128 million in 1964-65, the Central Mortgage and Housing Corporation paid \$103 million in interest on debentures compared with \$90 million, and the Farm Credit Corporation paid \$21 million in interest compared with \$14 million.

Interest received from The St. Lawrence Seaway was \$9 million compared with \$43 million in 1964-65. The decrease was due mainly to the fact that the 1964-65 receipt included an amount of \$27 million which was made possible by a payment of that amount to the authority by the government in respect of the accumulated deficit for the Welland Canal for the years 1959 to 1964.

Other loans and investments

The yield from other loans and investments at \$118 million was \$7 million more than the 1964-65 total. This increase was due mainly to the receipt of \$8 million in interest on special United States of America securities—Columbia River Treaty.

Post office revenue

Gross post office receipts were \$276 million but authorized disbursements from revenue for salaries and rent allowances, other allowances and commissions at semi-staff and revenue offices, commissions at sub-offices, transit charges on Canadian mail forwarded through and delivered in foreign countries, etc., in the amount of \$38 million, brought net revenue to \$238 million. In the previous fiscal year gross revenue was \$264 million, authorized disbursements were \$33 million and net revenue was \$231 million.

TABLE 11
(in millions of dollars)

POST OFFICE REVENUE	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Postage—			
In Canada.....	257.8	246.6	11.2
From foreign countries.....	5.0	4.3	0.7
Commission on money orders.....	9.1	9.0	0.1
Rental of post office boxes.....	2.4	2.2	0.2
Other.....	1.7	1.6	0.1
	276.0	263.7	12.3
Less—			
Salaries and allowances—			
Revenue post offices.....	—12.3	—10.7	—1.6
Semi-staff post offices.....	—16.1	—13.9	—2.2
Sub-post offices.....	—5.2	—4.2	—1.0
Transit charges to or through foreign countries.....	—3.5	—3.1	—0.4
Other.....	—1.4	—1.4	
	—38.5	—33.3	—5.2
	237.5	230.4	7.1

As is shown in the section on budgetary expenditure the net costs of operating the Post Office Department during 1965-66 (excluding the \$38 million charged directly to revenue) were \$240 million. As net revenue was \$238 million there was a net operating deficit of \$2 million. However, in making this comparison, it should be noted that the total shown for post office revenue does not reflect any payment for the franking privilege covering parliamentary and departmental mail or for certain miscellaneous services provided for other government departments and agencies, nor does the total shown for operating expenses reflect any charges for premises occupied by the Post Office Department or for accounting and miscellaneous services provided by other departments.

Refunds of previous years' expenditure

Refunds in 1965-66 of expenditure made in prior years were \$19 million, a decrease of \$2 million from the total for 1964-65.

The Department of National Defence received \$6 million, of which \$2 million was due to cost audits, the Department of Veterans Affairs received \$3 million in refunds of veterans pensions, allowances and re-establishment credits and the Department of Industry received \$3 million as a result of the Crown's share of the C L Program (development of a short range reconnaissance drone system) being reduced due to the entry of West Germany as a one-third partner.

TABLE 12

(in millions of dollars)

REFUNDS OF PREVIOUS YEARS' EXPENDITURE	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Department of Industry.....	2.5		2.5
Department of National Defence—			
Adjustment of contracts with United States Government.....	0.5	1.1	—0.6
Adjustments due to cost audits.....	1.7	2.3	—0.6
Refunds of customs duties and sales tax.....		4.8	—4.8
Sundries.....	3.8	3.6	0.2
	6.0	11.8	—5.8
Veterans pensions, allowances and re-establishment credits.....	2.9	1.9	1.0
Other.....	7.5	6.8	0.7
	18.9	20.5	—1.6

Services and service fees

Revenue of \$63 million during 1965-66 was \$2 million more than in the previous fiscal year.

The Department of Transport received \$19 million (\$22 million in 1964-65) including aircraft landing fees of \$11 million, marine steamers earnings of \$2 million, harbour dues and wharfage of \$2 million and air-ground radio service fees of \$1 million; the Royal Canadian Mounted Police received \$16 million for police services mainly to provinces and municipalities (approximately the same amount as in 1964-65); the Department of Agriculture received \$9 million (\$7 million in 1964-65) of which \$6 million was for services in connection with the inspection, weighing, storage and elevation of grain and \$2 million for race track supervision; the Department of Finance received \$6 million (\$3 million in 1964-65) derived mainly from the issuance of coin sets by the Royal Canadian Mint; the Department of National Health and Welfare received \$5 million (approximately the same amount as in 1964-65) including a \$3 million reimbursement by the provinces for treatment of Indians in federal government hospitals; and the Department of Trade and Commerce received \$2 million (\$2 million in 1964-65) mainly from weights and measures and electricity and gas inspection fees.

TABLE 13

(in millions of dollars)

SERVICES AND SERVICE FEES	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Payment for police services.....	16.4	15.9	0.5
Fees for marine services.....	5.6	8.0	-2.4
Fees for air services.....	13.5	13.7	-0.2
Inspection, weighing and storage of grain.....	5.8	4.6	1.2
Reimbursement by provinces in connection with hospital insurance plans for treatment of Indians in federal government hospitals....	3.3	3.2	0.1
Numismatic revenue.....	5.4	2.7	2.7
Inspection of electricity, gas, weights and measures.....	2.3	2.3	
Supervision of race tracks.....	1.5	1.3	0.2
Other.....	9.3	9.2	0.1
	63.1	60.9	2.2

Proceeds from sales

Receipts from sales totalled \$23 million, \$1 million less than the total received in 1964-65.

TABLE 14

(in millions of dollars)

PROCEEDS FROM SALES	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Sales of surplus Crown assets—			
Crown Assets Disposal Corporation.....	5.7	8.0	-2.3
Central Mortgage and Housing Corporation, land and buildings....	4.8	5.0	-0.2
Agreements of sales of Crown Assets.....	1.7	1.9	-0.2
	12.2	14.9	-2.7
Materials and supplies, National Defence.....	1.0	1.2	-0.2
Publications, Queen's Printer.....	1.8	1.9	-0.1
Meals, National Defence.....	1.2	1.2	
Sale of livestock and produce, Agriculture.....	1.2	1.1	0.1
Other.....	5.5	4.0	1.5
	22.9	24.3	-1.4

The main item in this category was sales of \$12 million of surplus Crown assets (\$15 million in 1964-65), consisting of \$6 million from Crown Assets Disposal Corporation, \$5 million from sales of property by Central Mortgage and Housing Corporation and \$2 million from agreements of sales of Crown assets.

Sales of publications by the Queen's Printer amounted to \$2 million, the same as in 1964-65; the Department of National Defence received \$1 million each from sales of materials and supplies, and from the sale of meals (the same as in 1964-65); and sales of livestock and produce by the Department of Agriculture were \$1 million unchanged from the previous year.

Privileges, licences and permits

Revenue from this category totalled \$39 million in 1965-66, \$8 million more than receipts of \$31 million in 1964-65.

TABLE 15
(in millions of dollars)

PRIVILEGES, LICENCES AND PERMITS	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Rentals.....	11.1	11.4	—0.3
Fees, licences and permits.....	14.9	10.7	4.2
Concessions.....	6.0	5.2	0.8
Patents, trade marks, charters, etc.....	3.0	2.2	0.8
Sundries.....	4.0	1.3	2.7
	39.0	30.8	8.2

Rentals amounted to \$11 million, the same amount as in 1964-65, of which the Department of Transport received \$5 million (\$5 million in 1964-65), the Department of Public Works received \$3 million (\$3 million in 1964-65) and the Department of National Defence received \$1 million (\$2 million in 1964-65).

Fees, licences and permits accounted for \$15 million (\$11 million in 1964-65) and included \$10 million received by the Department of Northern Affairs and National Resources (\$4 million in 1964-65) of which \$6 million was from fees, leases and royalties in respect of oil, gas and gold and \$1 million from transient motor vehicle licences; \$2 million received by the Department of Transport (\$4 million in 1964-65) mainly from private commercial broadcasting stations; \$1 million by the Department of External Affairs (approximately the same as in 1964-65) for passport and visa fees; and \$1 million by the Department of Agriculture (\$1 million in 1964-65) mainly from community pasture fees.

Concessions accounted for \$6 million, mainly by the Department of Transport (\$5 million in 1964-65) including \$2 million for aviation fuel and oil and \$2 million for car parking areas.

Patents, trade marks, charters, etc., amounted to \$3 million (\$2 million in 1964-65) received mainly by the Privy Council Office.

Bullion and coinage

The Royal Canadian Mint realized a net profit of \$11 million in its operations in respect of bullion and coinage, compared with \$12 million in 1964-65.

This profit represents mainly the face value of coin issued to the Bank of Canada and the value of bullion, medals, etc., sold, less the value of metals purchased for coinage and medal purposes, and less the face value of mutilated coin withdrawn from circulation. It consists of a net gain of \$7 million on silver bullion and coinage (\$6 million in 1964-65), \$1 million on bronze coinage (\$3 million in 1964-65), \$3 million on nickel coinage (\$3 million in 1964-65) and small amounts obtained from gold refining charges and handling charges.

In addition to the profit on bullion and coinage, the Mint also realized a profit of \$5 million from sales of coin sets which is reported under the category "services and service fees".

TABLE 16
(in millions of dollars)

BULLION AND COINAGE	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Operations of the Royal Canadian Mint—			
Gold—			
Refining charges and handling charges.....	0.4	0.4	
Coinage—			
Net gain on silver bullion and coinage.....	6.6	6.0	0.6
Gain on bronze coinage.....	1.3	3.3	—2.0
Gain on nickel coinage.....	2.9	2.6	0.3
	10.8	11.9	—1.1
	11.2	12.3	—1.1

Premium, discount and exchange

Premium, discount and exchange transactions resulted in net revenue of \$125 thousand compared with a net charge of \$74 thousand to expenditure in 1964-65.

Other non-tax revenue

Other non-tax revenue in the amount of \$14 million was \$2 million more than in 1964-65.

APPROPRIATIONS

Although a major part of the expenses of the public service is defrayed from moneys granted by Parliament in the annual appropriation acts, substantial payments are also made under authority of other acts which authorize expenditures out of the consolidated revenue fund for specified purposes and for such definite or indefinite amounts and during such periods of time as the acts may prescribe. The spending authority granted in the annual appropriation acts differs from that granted in “statutory” authorities in that it is usually for a specific amount and of definite duration and, unless there is provision to the contrary in the wording of the vote, any unused balance lapses at the end of the fiscal year for which it was granted, as provided by section 35 of the Financial Administration Act.

The following is a summary of budgetary expenditure provided under the authority of the annual appropriation acts and various statutory authorities for the fiscal year ended March 31, 1966. A statement in greater detail, classified by departments, is given in section 8 of this volume.

TABLE 17
SUMMARY OF BUDGETARY EXPENDITURE UNDER ANNUAL AND STATUTORY APPROPRIATIONS
FOR THE FISCAL YEAR ENDED MARCH 31, 1966
(in millions of dollars)

	Appropriations		Utilized	Unexpended balance	
	Carried forward from 1964-65	1965-66		Lapsed	Carried forward ⁽¹⁾
Voted.....	42.1	⁽²⁾ 4,775.4	⁽²⁾ 4,554.3	174.4	88.8
Statutory.....		3,180.5	3,180.5		
Total.....	42.1	7,955.9	7,734.8	174.4	88.8

⁽¹⁾ Available for expenditure in 1966-67.
⁽²⁾ In addition, parts of appropriations in the amount of \$5.1 million and expenditures in the same amount were transferred to “other loans and investments”.

The Estimates for 1965-66 covering budgetary expenditures and the Appropriation Acts granting funds in respect thereof were as follows:

ESTIMATES FOR THE FISCAL YEAR 1965-66

(in millions of dollars)

Main.....	4,181	
Supplementary A.....	2	
Supplementary B.....	184	
Supplementary C.....	5	
Supplementary D.....	235	
Supplementary E.....	174	
	<hr/>	<u>4,781</u>

APPROPRIATION ACTS FOR THE FISCAL YEAR 1965-66

(in millions of dollars)

Appropriation Act No. 1, 1965.....	729	
Appropriation Act No. 3, 1965.....	364	
Appropriation Act No. 4, 1965.....	2	
Appropriation Act No. 5, 1965.....	5	
Appropriation Act No. 6, 1965.....	1,529	
Appropriation Act No. 1, 1966.....	1,595	
Appropriation Act No. 2, 1966.....	383	
Appropriation Act No. 4, 1966.....	174	
	<hr/>	<u>4,781</u>

In addition, an amount of \$42 million was carried forward from 1964-65 for expenditure in 1965-66 in accordance with provisions made in the original appropriations.

Appropriation Act No. 1, 1966 included amounts authorized by the special Warrants issued by the Governor General, due to the dissolution of Parliament, for the months of November 1965, December 1965 and January 1966 pursuant to the following Orders of the Governor in Council: P.C. 1965-1966, November 1, 1965, \$163,176,450; P.C. 1965-2131, November 29, 1965, \$345,696,168; P.C. 1965-2330, December 29, 1965, \$399,294,249; P.C. 1966-38, January 7, 1966, \$12,000,000; and P.C. 1966-96, January 17, 1966, \$425,000. The previous period that the government operated on special Warrants issued by the Governor General due to the dissolution of Parliament was during the months of February, March, April and May 1963 and the amounts authorized thereby were included in the Special Appropriation Act, 1963 and Appropriation Act No. 1, 1963.

Disbursements during 1965-66, under authority of these appropriations, amounted to \$4,559 million. Consequently, \$263 million, or about 5 per cent of the amount provided by the appropriation acts for budgetary expenditures, was unspent at the close of the fiscal year. Of this amount \$174 million lapsed in accordance with section 35 of the Financial Administration Act and \$89 million was available for expenditure in 1966-67 in accordance with provisions of the appropriation acts.

Budgetary expenditures during 1965-66 under the authority of statutes authorizing payments from the consolidated revenue fund for specific purposes without further appropriations amounted in the aggregate to \$3,181 million representing approximately 41 per cent of the total of \$7,735 million for all budgetary expenditures. A comparative summary of these statutory expenditures by principal classes is shown in the following table:

TABLE 18

SUMMARY OF BUDGETARY EXPENDITURE UNDER STATUTORY APPROPRIATIONS
(in millions of dollars)

	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Interest and other public debt charges.....	1,110.9	1,051.3	59.6
Family and youth allowances.....	598.2	572.7	25.5
Subsidy and fiscal arrangements payments to provinces ⁽¹⁾	459.6	348.7	110.9
Government's contributions under the Hospital Insurance and Diagnostic Services Act.....	319.6	433.9	-114.3
Unemployment assistance.....	101.7	107.5	-5.8
Trans-Canada highway contributions to provinces.....	83.4	76.1	7.3
Government's contributions to superannuation accounts.....	120.5	117.5	3.0
Government's contribution to the unemployment insurance fund.....	65.7	62.1	3.6
Old age assistance, disabled persons allowances and blind persons allowances.....	45.5	74.0	-28.5
Assistance re storage costs of grain.....	37.5	34.6	2.9
Amortization of deferred charges arising out of pay increases ⁽²⁾	33.7	14.4	19.3
Payments to the Canadian universities foundation.....	27.7	27.3	0.4
Municipal development board—forgiveness of indebtedness.....	33.8	2.5	31.3
Atlantic development fund.....	20.9	3.6	17.3
Payments in connection with the movement of coal ⁽³⁾	14.9	0.2	14.7
Emergency gold mining assistance.....	14.8	15.7	-0.9
Expenses of elections.....	12.7	0.5	12.2
Railway to Great Slave Lake—subsidy in respect of construction.....	9.7	24.1	-14.4
Maintenance of trackage (C.N.R. and C.P.R.).....	7.0	7.0	
Contribution to the railway grade crossing fund ⁽⁴⁾	5.0	5.0	
	3,122.8	2,978.7	144.1
All other statutory expenditure.....	57.7	72.9	-15.2
Total.....	3,180.5	3,051.6	128.9

⁽¹⁾In addition \$9.7 million was charged to budgetary expenditure in 1964-65 as provided by Department of Finance vote 5 and \$6.4 million in 1965-66 as provided by Department of Finance vote 5.

⁽²⁾In addition \$10 million was charged to budgetary expenditure in 1964-65 as provided by Department of Finance vote 16d and \$10 million in 1965-66 as provided by Department of Finance vote 18.

⁽³⁾In addition \$22.8 million was charged to budgetary expenditure in 1964-65 as provided by Department of Mines and Technical Surveys vote 70 and \$7.6 million in 1965-66 as provided by Department of Mines and Technical Surveys vote 75d.

⁽⁴⁾In addition \$9 million was charged to budgetary expenditure in 1965-66 as provided by Department of Transport Vote 82.

EXPENDITURE

Budgetary expenditure was \$7,735 million in 1965-66 compared with \$7,218 million in 1964-65, an increase of \$517 million or 7 per cent.

Defence expenditure of \$1,595 million was again the largest category accounting for 21 per cent of total expenditure and was \$10 million more than in 1964-65 when it was \$1,585 million or 22 per cent of total expenditure.

Non-defence expenditure amounted to \$6,140 million, an increase of \$507 million or 9 per cent over the 1964-65 expenditure of \$5,633 million. The main changes were increases of \$228 million in expenditures of the Department of Finance, \$58 million in expenditures of the Department of Citizenship and Immigration, \$42 million in expenditures of the Department of Transport, \$33 million in expenditures of the Department of Public Works and a decrease of \$126 million in expenditures of the Department of National Health and Welfare.

More detailed information is given in subsequent paragraphs of this section.

A comparative summary of budgetary expenditure, classified by department and principal classification, is presented for the 1964-65 and 1965-66 fiscal years in the following table:

TABLE 19

STATEMENT OF BUDGETARY EXPENDITURE BY DEPARTMENTS AND MAJOR CLASSIFICATIONS
(in millions of dollars)

	Fiscal year ended March 31				Increase or decrease (-)	
	1966		1965		Amount	Per Cent
	Amount	Per Cent	Amount	Per Cent		
Defence expenditure—						
National Defence.....	1,548.4	20.0	1,537.8	21.3	10.6	0.7
Canada Emergency Measures						
Organization.....	7.8	0.1	7.7	0.1	0.1	1.3
Defence Production ⁽¹⁾	14.9	0.2	19.7	0.3	-4.8	-24.4
Industry.....	23.9	0.3	20.5	0.3	3.4	16.6
	1,595.0	20.6	1,585.7	22.0	9.3	0.6
Non-defence expenditure—						
Agriculture.....	186.3	2.4	165.7	2.3	20.6	12.4
Atlantic Development Board.....	23.8	0.3	4.3	0.1	19.5	453.5
Atomic Energy.....	54.4	0.7	46.5	0.6	7.9	17.0
Canadian Broadcasting Corporation.....	97.5	1.3	88.0	1.2	9.5	10.8
Central Mortgage and Housing Corporation.....	21.6	0.3	15.0	0.2	6.6	44.0
Citizenship and Immigration.....	238.6	3.1	181.0	2.5	57.6	31.8
External Affairs.....	152.5	2.0	131.2	1.8	21.3	16.2
Finance—						
Public debt charges.....	1,110.9	14.4	1,051.3	14.5	59.6	5.7
Fiscal, subsidy and other payments to provinces.....	466.0	6.0	358.4	5.0	107.6	30.0
Government's contribution to the public service superannuation account.....	57.8	0.7	55.6	0.8	2.2	4.0
Other.....	216.0	2.8	157.4	2.2	58.6	37.2
	1,850.7	23.9	1,622.7	22.5	228.0	14.1
Fisheries.....	34.5	0.4	25.6	0.4	8.9	34.8
Forestry.....	57.1	0.7	49.7	0.7	7.4	14.9
Justice.....	11.4	0.2	10.7	0.1	0.7	6.5
Labour.....	24.0	0.3	23.4	0.3	0.6	2.6
Legislation.....	14.7	0.2	14.2	0.2	0.5	3.5
Mines and Technical Surveys.....	107.3	1.4	94.3	1.3	13.0	13.8
National Capital Commission.....	18.6	0.2	10.3	0.1	8.3	80.6
National Health and Welfare—						
Family allowances.....	551.7	7.2	545.8	7.6	5.9	1.1
Government's contributions under the Hospital Insurance and Diagnostic Services Act.....	319.6	4.1	433.9	6.0	-114.3	-26.3
Other.....	303.8	3.9	320.9	4.4	-17.1	-5.3
	1,175.1	15.2	1,300.6	18.0	-125.5	-9.6
National Research Council, including the Medical Research Council.....	74.4	1.0	56.7	0.8	17.7	31.2
National Revenue.....	95.0	1.2	86.9	1.2	8.1	9.3
Northern Affairs and National Resources	156.4	2.0	127.3	1.8	29.1	22.9
Post Office.....	240.2	3.1	210.5	2.9	29.7	14.1
Public Works.....	256.5	3.3	224.0	3.1	32.5	14.5
Royal Canadian Mounted Police.....	82.0	1.1	76.2	1.1	5.8	7.6
Secretary of State.....	24.0	0.3	21.9	0.3	2.1	9.6
Solicitor General.....	56.9	0.7	39.3	0.5	17.6	44.8
Trade and Commerce.....	46.1	0.6	54.8	0.8	-8.7	-15.9
Transport.....	508.7	6.6	466.5	6.5	42.2	9.0
Unemployment Insurance Commission..	98.0	1.3	94.8	1.3	3.2	3.4
Veterans Affairs.....	369.7	4.8	352.1	4.9	17.6	5.0
All Other Departments	63.8	0.8	38.4	0.5	25.4	66.1
	6,139.8	79.4	5,632.6	78.0	507.2	9.0
Total budgetary expenditure..	7,734.8	100.0	7,218.3	100.0	516.5	7.2

⁽¹⁾Non-defence expenditure for this department is included in "All Other Departments".

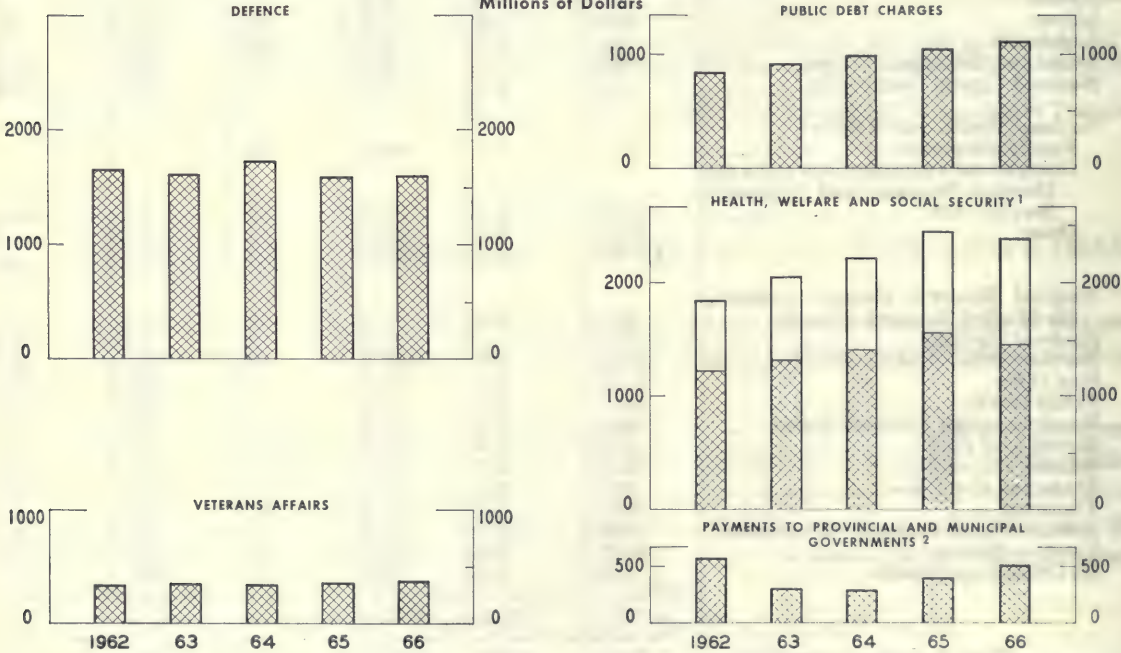
TABLE 20
BUDGETARY EXPENDITURE CLASSIFIED BY FUNCTION
(in millions of dollars)

	Fiscal year ended March 31									
	1962		1963		1964		1965		1966	
	Amount	Per cent	Amount	Per cent	Amount	Per cent	Amount	Per cent	Amount	Per cent
Defence.....	1,651.7	25.3	1,606.3	24.5	1,730.0	25.2	1,585.7	22.0	1,595.0	20.6
Health, welfare and social security ⁽¹⁾	1,224.0	18.8	1,317.1	20.0	1,410.6	20.5	1,558.7	21.6	1,458.2	18.9
Public debt charges.....	839.0	12.9	917.8	14.0	993.7	14.5	1,051.3	14.6	1,110.9	14.4
Payments to provincial and municipal governments ⁽²⁾	567.0	8.7	308.0	4.7	290.3	4.2	399.0	5.5	508.3	6.6
Veterans affairs.....	332.3	5.1	334.7	5.1	332.8	4.8	352.1	4.9	369.7	4.8
Transportation and communications.....	756.5	11.6	750.9	11.4	785.6	11.4	883.2	12.2	977.1	12.6
Resources and industrial development.....	581.9	8.9	572.0	8.7	610.3	8.9	584.3	8.1	702.2	9.1
Education.....	58.1	0.9	238.6	3.6	167.4	2.4	130.6	1.8	188.1	2.4
International co-operation.....	76.1	1.2	63.2	1.0	72.2	1.1	103.7	1.4	121.8	1.5
General government.....	424.2	6.5	447.7	6.8	466.3	6.8	528.5	7.3	678.5	8.8
Unclassified.....	9.8	0.1	14.0	0.2	13.2	0.2	41.2	0.6	25.0	0.3
	6,520.6	100.0	6,570.3	100.0	6,872.4	100.0	7,218.3	100.0	7,734.8	100.0

⁽¹⁾Pension payments out of the old age security fund are not included.
⁽²⁾Does not include those payments made to provincial and municipal governments for specific purposes.

PRINCIPAL CLASSES OF BUDGETARY EXPENDITURE

Fiscal Years Ended March 31
Millions of Dollars



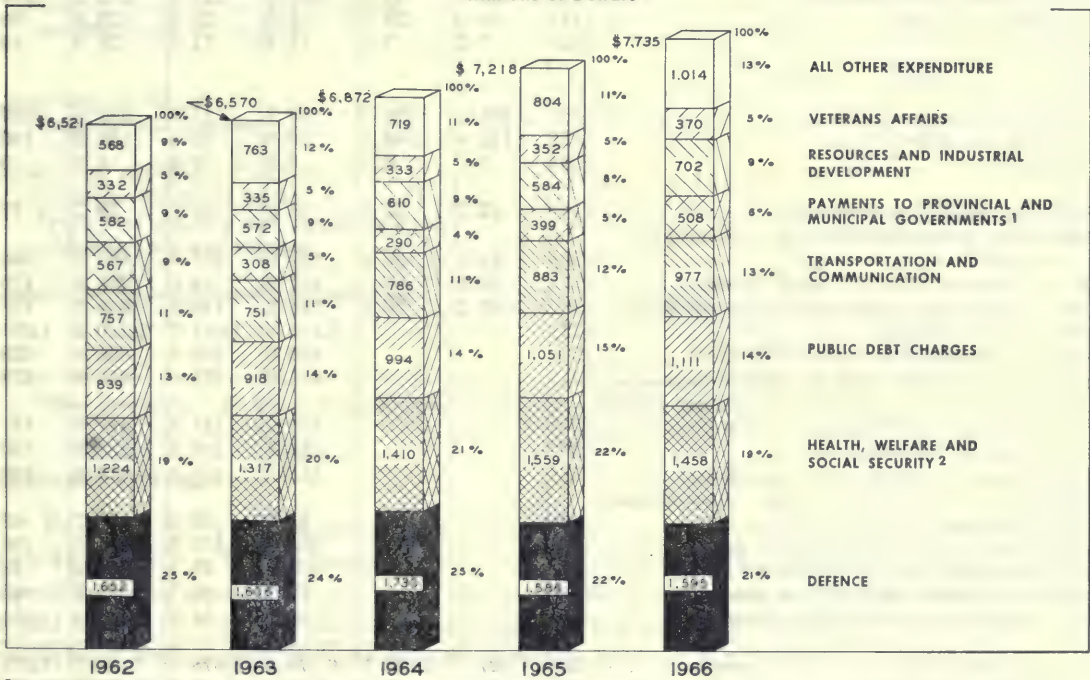
1. The unshaded areas of the columns in the chart for health, welfare and social security represent pension payments out of old age security fund not charged to budgetary expenditure in the year in which they were paid.
2. Does not include those payments made to provincial and municipal governments for specific purposes.

As statements of accountability to Parliament, it is appropriate that the expenditures should be reported on the basis of the classifications adopted in the Appropriation Acts and the Estimates, so in the accounting statements in subsequent sections of this report and in the analysis of the year's expenditures later in this section of the survey these are the classifications that have been followed. However, analyses of expenditures by function or purpose on the one hand, and by object or type of goods or service acquired on the other, supplement the information contained in statements of expenditures by departmental or administrative units.

In the preceding table a classification of expenditure by major function or purpose is presented. For purposes of comparison, expenditure for the four preceding years has been compiled on the same basis.

In the following table a comparative summary of budgetary expenditure by standard objects is presented for the fiscal years 1965-66 and 1964-65. A more detailed statement of the 1965-66 expenditure by standard objects and special categories as set out in the estimates and classified by departments is presented in section 8 of this volume.

BUDGETARY EXPENDITURE CLASSIFIED BY FUNCTION
Fiscal Years Ended March 31
Millions of Dollars



1. Does not include those payments made to provincial and municipal governments for specific purposes.

2. Does not include pension payments out of the old age security fund not charged to budgetary expenditures in the year in which they were paid.

TABLE 21

**BUDGETARY EXPENDITURE BY STANDARD OBJECTS AND SPECIAL CATEGORIES
FOR FISCAL YEAR ENDED MARCH 31**
(in millions of dollars)

	Defence		Non-defence		Total	
	1966	1965	1966	1965	1966	1965
Civil salaries and wages..... (1)	198.4	201.6	845.2	750.2	1,043.6	951.8
Civilian allowances..... (2)	1.1	1.2	20.8	17.6	21.9	18.8
Pay and allowances, defence forces and Royal Canadian Mounted Police..... (3)	583.7	562.0	46.9	44.9	630.6	606.9
Professional and special services..... (4)	52.2	39.3	69.4	60.4	121.6	99.7
Travelling and removal expenses..... (5)	38.7	37.7	33.4	29.4	72.1	67.1
Freight, express and cartage..... (6)	3.9	4.6	5.7	5.4	9.6	10.0
Postage..... (7)	0.8	0.8	7.0	6.3	7.8	7.1
Telephones, telegrams and other communication services..... (8)	22.3	24.4	17.1	15.2	39.4	39.6
Publication of departmental reports and other material..... (9)	2.8	2.5	10.0	8.7	12.8	11.2
Exhibits, advertising, films, broadcasting and displays..... (10)	0.9	0.7	25.1	17.3	26.0	18.0
Office stationery, supplies, equipment and furnishings..... (11)	6.6	6.2	28.2	21.4	34.8	27.6
Materials and supplies..... (12)	98.0	104.7	72.0	72.6	170.0	177.3
Buildings and works, including land—						
Construction or acquisition..... (13)	28.9	32.0	263.6	212.6	292.5	244.6
Repairs and upkeep..... (14)	39.9	38.4	31.0	28.5	70.9	66.9
Rentals..... (15)	7.2	7.8	16.8	12.1	24.0	19.9
Equipment—						
Construction or acquisition..... (16)	204.2	226.3	82.8	57.1	287.0	283.4
Repairs and upkeep..... (17)	138.4	140.0	16.8	16.5	155.2	156.5
Rentals..... (18)	0.1	0.1	6.8	6.2	6.9	6.3
Municipal or public utility services..... (19)	22.7	23.8	56.0	53.3	78.7	77.1
Contributions, grants, subsidies, etc., not included elsewhere..... (20)	24.0	36.4	997.8	801.8	1,021.8	838.2
Pensions, superannuation and other benefits..... (21)	85.8	82.1	117.5	94.0	203.3	176.1
All other expenditures (other than special categories)..... (22)	67.2	50.7	148.5	146.8	215.7	197.5
Interest on public debt, etc..... (23)			1,110.9	1,051.3	1,110.9	1,051.3
Subsidies and special payments to provinces..... (24)			466.0	358.4	466.0	358.4
Family allowances and youth allowances payments..... (25)			601.0	572.6	601.0	572.6
Old age assistance, blind persons and disabled persons allowances and unemployment assistance..... (26)			147.3	181.5	147.3	181.5
Veterans disability pensions..... (27)			185.5	180.3	185.5	180.3
Other payments to veterans and dependents..... (28)			113.2	104.4	113.2	104.4
Government's contribution to the unemployment insurance fund..... (29)			65.7	62.2	65.7	62.2
Hospital insurance and general health grants..... (30)			365.1	490.6	365.1	490.6
Trans-Canada highway contributions..... (31)			83.4	76.1	83.4	76.1
Movement of mail by land, air and water..... (32)			72.2	68.7	72.2	68.7
Deficits—government-owned enterprises..... (33)			50.2	54.0	50.2	54.0
Total standard objects and special categories..... (1-33)	1,627.8	1,623.3	6,178.9	5,678.4	7,806.7	7,301.7
Less expenditures recovered..... (34)	-32.8	-37.6	-39.1	-45.8	-71.9	-83.4
Net total budgetary expenditure.....	1,595.0	1,585.7	6,139.8	5,632.6	7,734.8	7,218.3

DEFENCE EXPENDITURE

Defence expenditure was again the largest category of budgetary expenditure and included expenditures of the Department of National Defence and the Canada Emergency Measures Organization and defence expenditures of the Department of Defence Production and the Department of

Industry. The total of \$1,595 million was 21 per cent of the aggregate budgetary expenditure of the government for the year and was \$10 million more than the total of \$1,585 million for 1964-65 when it was 22 per cent of total expenditure.

TABLE 22
(in millions of dollars)

DEFENCE EXPENDITURE	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Department of National Defence—			
Naval services.....	275.0	272.5	2.5
Army services.....	451.7	433.6	18.1
Air services.....	636.3	656.0	—19.7
Inspection services.....	7.3	7.1	0.2
	1,370.3	1,369.2	1.1
Canadian forces superannuation account—			
Government's contribution.....	58.8	58.8	
Amortization of deferred charges.....	16.7	13.4	3.3
Defence research and development.....	72.6	54.5	18.1
Mutual aid to NATO countries including contributions towards military costs of NATO.....	14.7	27.5	—12.8
Defence Construction (1951) Limited.....	2.0	2.2	—0.2
Administration and general.....	13.3	12.2	1.1
	1,548.4	1,537.8	10.6
Department of Industry ⁽¹⁾ —			
Technological capability.....	23.9	20.5	3.4
Department of Defence Production ⁽¹⁾ —			
Canadian Arsenals Limited.....	1.7	4.6	—2.9
Production capacity and capital assistance.....	2.6	0.7	1.9
Administration and general.....	10.6	14.4	—3.8
	14.9	19.7	—4.8
Canada Emergency Measures Organization.....	7.8	7.7	0.1
	1,595.0	1,585.7	9.3

⁽¹⁾See also under "All Other Departments" at the end of this section.

National Defence

Expenditures of the Department of National Defence were \$1,548 million in 1965-66 compared with \$1,538 million for the previous fiscal year. The main changes were increases of \$18 million in expenditures for army services and \$18 million for defence research and development and decreases of \$20 million in expenditures for air services and \$13 million in respect of mutual aid to NATO countries including contributions towards military costs of NATO.

During 1965-66, pursuant to the Public Service Rearrangement and Transfer of Duties Act, the control or supervision of Defence Construction (1951) Limited was transferred from the Department of Defence Production to the Department of National Defence. Previous year's figures have been amended for purposes of comparison.

Naval, army and air services

Expenditures in 1965-66 amounted to \$275 million for naval services compared with \$272 million in 1964-65, \$452 million for army services compared with \$434 million and \$636 million for air services compared with \$656 million.

In 1965-66 major procurement of equipment totalled \$193 million and consisted of outlays of \$63 million for the navy, \$42 million for the army and \$88 million for the air force. In 1964-65 major procurement of equipment totalled \$213 million and consisted of outlays of \$67 million for the navy, \$38 million for the army and \$108 million for the air force.

Pay and allowances totalled \$745 million in 1965-66 of which \$144 million was for navy personnel, \$293 million for army personnel and \$308 million for air force personnel. In 1964-65 pay and allowances were \$725 million of which \$138 million was for navy personnel, \$284 million for army personnel and \$303 million for air force personnel.

Repairs and upkeep of equipment for 1965-66 cost \$136 million of which \$21 million was for the navy, \$7 million for the army and \$108 million for the air force. In 1964-65 these costs were \$139 million of which \$25 million was for the navy, \$8 million for the army and \$106 million for the air force.

TABLE 23
(in millions of dollars)

NAVAL, ARMY AND AIR SERVICES EXPENDITURES BY MAJOR CLASSIFICATIONS FOR FISCAL YEAR ENDED MARCH 31	Naval services		Army services		Air services	
	1966	1965	1966	1965	1966	1965
Acquisition and construction of buildings and works, including land.....	7.4	2.9	10.0	12.1	10.1	15.7
Major procurement of equipment.....	62.5	67.2	42.5	38.0	87.6	108.0
Materials and supplies.....	19.9	20.7	24.5	30.1	50.1	50.9
Pay and allowances including civilian allowances, civil salaries and wages.....	143.6	137.7	293.3	284.0	308.3	303.2
Repairs and upkeep of building and works.....	3.7	3.0	16.1	16.9	19.5	18.0
Repairs and upkeep of equipment.....	20.9	25.5	6.6	7.6	107.9	105.7
Other defence expenditures.....	17.7	17.4	61.4	49.1	81.9	85.3
	275.7	274.4	454.4	437.8	665.4	686.8
Less payments from special accounts and charges to Mutual Aid.....	-0.7	-1.9	-2.7	-4.2	-29.1	-30.8
	275.0	272.5	451.7	433.6	636.3	656.0

Inspection services

These services include the inspection and proof of stores and equipment procured for the armed services of Canada (with the exception of aircraft and engines the inspection of which is the responsibility of the R.C.A.F.) and stores and equipment manufactured in Canada for the armed forces of the United States of America and other countries under specific arrangements or agreements.

Expenditures of \$7 million in 1965-66 were due mainly to operation and maintenance. Expenditures in 1964-65 were approximately in the same amount.

Canadian forces superannuation account

The government's regular contribution to the Canadian forces superannuation account on the basis of 1½ times the contributions of permanent services personnel amounted to \$59 million in 1965-66, the same amount as in the previous fiscal year. A further amount of \$17 million, equal to one fifth of the actuarial deficiency arising from salary increases was also charged to budgetary expenditure in the fiscal year.

This additional charge of \$17 million to budgetary expenditure arose from the policy instituted in 1964-65 whereby actuarial deficiencies arising out of pay increases authorized in 1964-65 and subsequent years are being amortized over a five year period commencing in the year in which the increase is authorized.

As a result of actuarial evaluations arising from pay increases, special government contributions of \$67 million and \$17 million were credited to the Canadian forces superannuation account in 1964-65 and 1965-66, respectively, and charged to the asset account "unamortized portions of actuarial deficiencies" under the category "deferred charges". Further details of the superannuation account may be found in sections 4 and 7 of this volume under the liability category "annuity, insurance and pension accounts".

Defence research and development

These expenditures totalled \$73 million in 1965-66 compared with \$54 million in 1964-65.

Costs of operation and maintenance of the defence research board were \$28 million compared with \$25 million in 1964-65 and costs of construction or acquisition of buildings, works, land and equipment at \$5 million were \$1 million more than in the previous fiscal year. In addition, there were expenditures of \$31 million for development on behalf of the armed forces, \$5 million to foster defence research in Canadian industry by supporting applied research programs and \$3 million for the research satellite program. Comparable amounts in 1964-65 were \$18 million for development, \$4 million to foster defence research in Canadian industry and \$3 million for the research satellite program.

Mutual aid to NATO countries

Direct charges of \$15 million for aid consisted of \$4 million for procurement of equipment and \$10 million for Canada's share of NATO military budgets and infrastructure costs. In 1964-65 direct charges were \$28 million of which \$16 million was for procurement of equipment and \$12 million for Canada's share of NATO costs.

Defence Construction (1951) Limited

Costs incurred by the company in procuring the construction of defence projects on behalf of the Department of National Defence and other projects approved by Treasury Board totalled \$2 million in 1965-66 approximately the same as in 1964-65.

Administration and general

These expenditures totalled \$13 million and included \$9 million in payments under Part I - IV of the Defence Services Pension Continuation Act and \$3 million in salaries in respect of departmental administration. In 1964-65 expenditures were \$12 million, of which \$8 million was in respect of the Defence Services Pension Continuation Act and \$3 million for salaries.

Defence Production

Defence expenditures of the Department of Defence Production including those for Canadian Arsenals Limited amounted to \$15 million compared with \$20 million in 1964-65.

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, expenditures in respect of Defence Construction (1951) Limited, which in previous years were included under the Department of Defence Production, are now included in the expenditures of the Department of National Defence. Previous year's figures have been amended for purposes of comparison.

Canadian Arsenals Limited

Payments to Canadian Arsenals Limited in 1965-66 were \$2 million compared with \$5 million in 1964-65. These payments were mainly to cover the excess of operating and standby costs over income.

Production capacity and capital assistance

Expenditures of \$3 million were made in 1965-66 to assist in defence plant modernization, to establish production capacity in certain manufacturing plants in order that they may be geared to fill defence contracts without undue delay and to supply capital assistance for the acquisition, extension or improvement of necessary equipment by private contractors, Crown plants or Crown companies engaged in defence contracts. In 1964-65 expenditures were \$650 thousand.

Administration and general

These expenditures were \$11 million in 1965-66 compared with \$14 million in 1964-65.

Industry

Defence expenditures of the Department of Industry were \$24 million in 1965-66, an increase of \$3 million over the previous year. The increase was due to higher outlays in connection with the government program instituted in 1959-60 of supporting selected defence development programs in order to sustain technological capability in Canada's industry.

Canada Emergency Measures Organization

Expenditures of the Canada Emergency Measures Organization amounted to \$8 million in 1965-66 and included \$5 million for grants to provinces and municipalities for civil defence and related purposes and \$2 million for administration and operation. In 1964-65 expenditures were \$8 million and included \$5 million for grants to provinces and municipalities and \$2 million for administration and operation.

Cash outlays for defence

In addition to these budgetary expenditures for defence, there are other cash outlays which must be considered in arriving at the cost of Canada's defence program.

Section 11 of the National Defence Act provides that materiel, not immediately required for the use of the Canadian defence forces or the Defence Research Board, may be sold to such countries and upon such terms as the Governor in Council may determine. The proceeds of such sales are credited to a special account to be used for the procurement of materiel. In 1965-66 credits to, and cash outlays from, the account were each \$1 million. The balance in the account at March 31, 1966 was \$1 million, approximately the same as at the previous fiscal year-end.

The Department of Defence Production also makes cash disbursements for the procurement of materials for use in the manufacture of defence equipment which are not recorded as budgetary expenditures. For purposes of accounting and control, these amounts are charged to the defence production revolving fund and are treated as assets on the books of the government until they are charged to the Department of National Defence or sold to defence contractors for use in the manufacture of defence equipment. During 1965-66 proceeds from sales of \$63 million exceeded purchases of \$55 million, resulting in a balance of \$22 million in the account as at March 31, 1966.

TABLE 24
(in millions of dollars)

CASH OUTLAYS FOR DEFENCE	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Budgetary expenditures—			
Department of National Defence.....	1,548.4	1,537.8	10.6
Department of Industry ⁽¹⁾	23.9	20.5	3.4
Department of Defence Production ⁽¹⁾	14.9	19.7	—4.8
Canada Emergency Measures Organization.....	7.8	7.7	0.1
	1,595.0	1,585.7	9.3
Disbursements for—			
Defence production revolving fund (net).....	—7.6	2.4	—10.0
Replacement of materiel account—sec. 11, National Defence Act (net).....		0.4	—0.4
	—7.6	2.8	—10.4
Net cash outlay for defence.....	1,587.4	1,588.5	—1.1

⁽¹⁾See also under "All Other Departments" at the end of this section.

NON-DEFENCE EXPENDITURE

Agriculture

Expenditures of the Department of Agriculture amounted to \$186 million in 1965-66, an increase of \$21 million over the total for 1964-65. The main changes were increases of \$12 million in respect of production and marketing and \$4 million in respect of research.

TABLE 25
(in millions of dollars)

AGRICULTURE	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Production and marketing—			
Agricultural stabilization board—net operating loss.....	39.4	57.1	—17.7
Agricultural products board—net operating loss.....	1.6	0.3	1.3
Animal and animal products.....	18.3	17.7	0.6
Grants, contributions and subsidies to milk producers.....	19.2		19.2
Plant and plant products.....	16.4	7.7	8.7
Prairie Farm Assistance Act—administration.....	0.8	1.0	—0.2
Administration and general.....	1.7	1.6	0.1
	97.4	85.4	12.0
Land rehabilitation, irrigation and water storage projects.....	28.4	26.4	2.0
Research.....	32.6	28.8	3.8
Health of animals.....	15.0	13.5	1.5
Board of grain commissioners.....	7.2	6.6	0.6
Farm Credit Corporation—net operating loss.....	1.0	0.5	0.5
Administration and general.....	4.7	4.5	0.2
	186.3	165.7	20.6

Production and marketing

Outlays for production and marketing were \$97 million in 1965-66 compared with \$85 million in the previous year. The increase of \$12 million was due mainly to payments of \$19 million to eligible producers for manufacturing milk and cream delivered to plants during the 1964-65 production year in accordance with terms and conditions prescribed by the Governor in Council (for which there was no comparable expenditure in 1964-65), an increase of \$9 million in respect of plant and plant products and a decrease of \$18 million in respect of the operating loss of the agricultural stabilization board.

The Agricultural Stabilization Act directs that, at the end of each fiscal year, the Minister of Finance shall determine the net profit or loss on the operations of the board and if there is a net loss it shall be charged to a parliamentary appropriation. In 1965-66 there was a charge to budgetary expenditure of \$39 million which covered the net operating loss for 1965-66 of \$38 million and \$1 million to cover a carry over of part of the 1964-65 operating loss. In 1964-65 there was a charge of \$57 million which covered \$55 million of the 1964-65 loss of \$56 million and \$2 million to cover a carry over of part of the 1963-64 loss.

The Agricultural Products Board Act provides that the board may with the authority of the Governor in Council: (a) sell or deliver agricultural products to the government of any country or any agency thereof; (b) purchase or negotiate contracts for the purchase of agricultural products on behalf of the government of any country or agency thereof; (c) buy, sell or import agricultural products; and (d) store, transport or process, or enter into contracts for the storing, transportation or processing of agricultural products. It also provides for the establishment in the consolidated revenue fund of the agricultural products board account in which all financial transactions as

provided above are recorded. During 1965-66 there was a net operating loss of \$2 million in the account which was charged to budgetary expenditure under parliamentary authority. In 1964-65 a net operating loss of \$300 thousand was charged to budgetary expenditure.

Expenditures in connection with animal and animal products were \$18 million in 1965-66 and included premiums of \$9 million for high grade hog and lamb carcasses and \$3 million for the operation and maintenance of the livestock division. In 1964-65 expenditures were approximately the same.

During 1965-66 payments totalling \$19 million were made to eligible producers for manufacturing milk and cream delivered to plants during the 1964-65 production year. There were no such payments in 1964-65.

Expenditures in connection with plant and plant products were \$16 million in 1965-66 compared with \$8 million in 1964-65. The increase of \$8 million was due to contributions of \$5 million to Ontario, Quebec and New Brunswick to assist eligible livestock producers who were affected by adverse weather conditions, \$2 million to eligible producers in Quebec of other agricultural products who were affected by adverse weather conditions and \$1 million to British Columbia to assist eligible tree fruit and grape producers. There were also expenditures of \$2 million each for agricultural lime assistance, the fruit and vegetable division and the plant protection division, approximately the same amounts as in 1964-65.

Other expenditures included \$2 million for branch administration and \$1 million for administration of the Prairie Farm Assistance Act, approximately the same amounts as in 1964-65.

Land rehabilitation, irrigation and water storage projects

Expenditures of \$28 million in 1965-66 were \$2 million more than in 1964-65. Costs of administration, operation and maintenance were \$9 million and costs of construction or acquisition of buildings, works, land and equipment were \$20 million compared with \$8 million and \$18 million respectively in 1964-65. The main item of expenditure was in respect of the South Saskatchewan River project which was \$16 million in 1965-66 compared with \$14 million in 1964-65.

Research

Costs in respect of research institutes, experimental farms, laboratories, etc. totalled \$33 million, of which \$28 million was for administration, operation and maintenance and \$5 million for construction or acquisition of buildings, works, land and equipment. In 1964-65 expenditures were \$29 million of which \$25 million was for administration operation and maintenance and \$4 million for construction or acquisition.

Health of animals

Expenditures of the health of animals division were \$15 million and included \$14 million for operation and maintenance costs and \$1 million for compensation for animals slaughtered due to disease. In 1964-65 expenditures were \$14 million of which \$12 million was for operation and maintenance and \$2 million for compensation.

Board of grain commissioners

Expenditures of \$7 million in respect of the board were \$5 million for inspection and weighing of grain and \$2 million for the operation and maintenance of Canadian government elevators. Expenditures were approximately the same amount as in 1964-65.

Farm credit corporation

The Farm Credit Act provides that the objects and purposes of the corporation are to make and to administer and supervise farm loans as provided in the act.

During the year the corporation had a net operating loss of \$1 million which was charged to budgetary expenditure under parliamentary authority. In 1964-65 a net loss of \$530 thousand was charged to budgetary expenditure.

Atlantic Development Board

The Atlantic Development Board Act provides that the objects and purposes of the board are to inquire into and report upon measures and projects for fostering the economic growth and development of the Atlantic region of Canada.

Expenditures totalled \$24 million in 1965-66 compared with \$4 million in the previous year and included payments of \$21 million to the board to be credited to the atlantic development fund to finance and assist in financing programs and projects as contemplated by the board, and \$2 million for the federal share of the cost of a trunk highway program for the Provinces of Newfoundland, Nova Scotia, Prince Edward Island and New Brunswick. An appendix showing details of these payments is included in section 2 of volume II.

TABLE 26
(in millions of dollars)

ATLANTIC DEVELOPMENT BOARD	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Payments to the atlantic development board.....	20.9	3.6	17.3
Federal share of the cost of a trunk highway program.....	2.1		2.1
Administration and general.....	0.8	0.7	0.1
	23.8	4.3	19.5

Atomic Energy

Expenditures by the government in respect of Atomic Energy of Canada Limited and the Atomic Energy Control Board were \$54 million compared with \$46 million in 1964-65.

Atomic Energy of Canada Limited received \$52 million in respect of its research program, of which \$39 million was for operation and maintenance and \$13 million for construction or acquisition of buildings, works, land and equipment. In 1964-65 the company received \$45 million of which \$35 million was for operation and maintenance and \$10 million for construction or acquisition.

The Atomic Energy Control Board received \$2 million (\$1 million in 1964-65) mainly for grants in aid of research and investigations.

TABLE 27
(in millions of dollars)

ATOMIC ENERGY	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Atomic Energy of Canada Limited—			
Research program—			
Current operation and maintenance.....	39.6	34.8	4.8
Construction or acquisition of buildings, works, land and equipment.....	13.0	10.3	2.7
	52.6	45.1	7.5
Atomic Energy Control Board—			
Grants for researches and investigations with respect to atomic energy.....	1.6	1.2	0.4
Administration.....	0.2	0.2	
	1.8	1.4	0.4
	54.4	46.5	7.9

Canadian Broadcasting Corporation

Payments of \$98 million by the government to the Canadian Broadcasting Corporation and charged to budgetary expenditure were \$10 million more than the total of \$88 million in 1964-65.

Grants for net operating requirements in respect of the national broadcasting service were \$95 million, \$9 million more than in 1964-65.

In addition net loans to the corporation in 1965-66 for capital expenditure amounted to \$12 million.

The financial statements of the corporation for the fiscal year ended March 31, 1966 are shown in volume III of this report.

TABLE 28
(in millions of dollars)

CANADIAN BROADCASTING CORPORATION	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Grants in respect of the national broadcasting service—			
Net operating requirements.....	95.1	85.9	9.2
International broadcasting service.....	2.4	2.1	0.3
	97.5	88.0	9.5

Central Mortgage and Housing Corporation

Budgetary expenditures of the government in respect of Central Mortgage and Housing Corporation at \$22 million were \$7 million more than the total of \$15 million in 1964-65. Included in this expenditure are write-offs in the amount of \$11 million of loans, originally made to municipalities and municipal sewerage corporations, which were forgiven by Central Mortgage and Housing Corporation pursuant to section 36G of the National Housing Act.

Contributions of \$7 million to provinces or municipalities for urban renewal were \$2 million higher than in 1964-65.

Losses of \$3 million were sustained by the corporation during the year, of which \$2 million was the result of the operation of federal-provincial projects and \$1 million was on the sale of mortgages. The corporation was reimbursed for these losses and the amounts were charged to budgetary expenditure.

TABLE 29
(in millions of dollars)

CENTRAL MORTGAGE AND HOUSING CORPORATION	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Loans forgiven by the corporation.....	10.5	7.0	3.5
Contributions to provinces or municipalities for urban renewal.....	6.9	4.8	2.1
Losses sustained—			
Federal-provincial projects.....	2.0	1.5	0.5
Sale of mortgages.....	0.7	0.4	0.3
	2.7	1.9	0.8
Housing research and community planning.....	1.5	1.3	0.2
	21.6	15.0	6.6

Citizenship and Immigration

Expenditures of the Department of Citizenship and Immigration were \$239 million in 1965-66 compared with \$181 million in the previous year. The increase of \$58 million was due mainly to an increase of \$56 million in payments to provinces under the Technical and Vocational Training Assistance Act.

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, expenditures in respect of purchasing (except immigration branch purchases of provisions for detention buildings and uniforms for officers and Indian affairs branch purchases of Indian welfare and development supplies) and expenditures in respect of the purchasing establishment (except the stores establishment of the purchasing and stores division), which in previous years were included under the Department of Citizenship and Immigration, are now included in non-defence expenditures of the Department of Defence Production; and expenditures of the Indian affairs branch are now included in expenditures of the Department of Northern Affairs and National Resources. On the other hand expenditures in respect of the national employment service, civilian rehabilitation branch, technical and vocational training branch, manpower consultative service and such parts of branches as relate to manpower, the Technical and Vocational Training Assistance Act and the Vocational Rehabilitation of Disabled Persons Act, which in previous years were included in expenditures of the Department of Labour, are now included in expenditures of the department of Citizenship and Immigration. Previous year's figures have been amended for purposes of comparison.

TABLE 30
(in millions of dollars)

CITIZENSHIP AND IMMIGRATION	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Technical and Vocational Training Assistance Act—			
Payments to provinces.....	152.8	97.2	55.6
Administration and general.....	1.1	0.7	0.4
	153.9	97.9	56.0
Payments to provinces under the municipal winter works incentive program.....	41.1	42.8	—1.7
National employment service.....	22.7	21.7	1.0
Immigration.....	14.3	12.2	2.1
Citizenship.....	2.1	1.8	0.3
Administration and general.....	4.5	4.6	—0.1
	238.6	181.0	57.6

Technical and Vocational Training Assistance Act

Under the Technical and Vocational Training Assistance Act the Minister may, with the approval of the Governor in Council, enter into an agreement with any province, for a period not exceeding six years, to provide financial assistance for the development and operation of technical and vocational training facilities and programs. Agreements provide, among other things, for a federal contribution of 75 per cent of capital expenditure incurred by the province on training facilities before such date as may be specified in an agreement, and not later than March 31, 1967, up to an amount equal to \$480 for each person in the 15-19 (inclusive) age group residing in the province as determined by the 1961 census.

Federal contributions were \$153 million in 1965-66 compared with \$97 million in 1964-65.

A summary of payments, by provinces, during 1965-66 is given in the following table:

TABLE 31
(in millions of dollars)

TECHNICAL AND VOCATIONAL TRAINING PAYMENTS	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Newfoundland.....	3.7	0.8	2.9
Nova Scotia.....	2.5	2.4	0.1
Prince Edward Island.....	0.3	0.4	—0.1
New Brunswick.....	1.8	4.0	—2.2
Quebec.....	46.8	40.8	6.0
Ontario.....	54.6	27.7	26.9
Manitoba.....	3.5	1.9	1.6
Saskatchewan.....	2.9	2.5	0.4
Alberta.....	16.7	8.4	8.3
British Columbia.....	19.6	8.0	11.6
Northwest and Yukon Territories.....	0.4	0.3	0.1
	152.8	97.2	55.6

Municipal winter works

Payments under the municipal winter works incentive program to provinces and in respect of Indian bands totalled \$41 million, \$2 million less than in the previous fiscal year. Under this program the federal government contributes amounts not exceeding 50 per cent of the cost of labour engaged on approved winter works projects, and 60 per cent of such cost in the case of projects in designated development areas and as authorized by the Minister of Labour in areas of heavy winter unemployment.

National employment service

Expenditures in respect of the national employment service amounted to \$23 million compared with \$22 million in 1964-65.

Immigration

Expenditures of \$14 million for immigration in 1965-66 included \$7 million for field and inspectional services in Canada, \$4 million for field and inspectional services abroad, \$2 million for administration of the Immigration Act and \$1 million for trans-oceanic and inland transportation and other assistance for immigrants including care en route and while awaiting employment. In 1964-65 expenditures were \$12 million of which \$7 million was for field and inspectional services in Canada, \$3 million for field and inspectional services abroad, \$2 million for administration and \$1 million for transportation.

External Affairs

Expenditures of the Department of External Affairs were \$153 million for 1965-66, \$21 million more than the total for the previous year. The main changes were increases of \$7 million in contributions to international multilateral economic and special aid programs, \$4 million for other payments to international organizations and programs and \$5 million in respect of the external aid office.

TABLE 32
(in millions of dollars)

EXTERNAL AFFAIRS	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
External aid office—			
Economic, technical, education and other assistance—			
International development assistance.....	48.5	48.5	
International food aid program.....	34.5	20.6	13.9
Contribution to the Indus Basin development fund.....	1.8	6.4	—4.6
Other.....	0.1	5.1	—5.0
Administration.....	1.1	0.8	0.3
	86.0	81.4	4.6
Representation abroad.....	19.7	17.0	2.7
Contributions to international multilateral economic and special aid programs.....	16.6	9.8	6.8
Assessments for membership in international (including commonwealth) organizations.....	10.1	9.0	1.1
Other payments to international organizations and programs.....	5.3	1.3	4.0
Administration and general.....	14.8	12.7	2.1
	152.5	131.2	21.3

External aid office

Expenditures for the external aid office amounted to \$86 million in 1965-66 compared with \$81 million in the previous year.

There was an appropriation of \$49 million in respect of international development assistance in 1965-66 from which there were outlays of \$8 million for capital assistance and \$8 million for technical assistance. The outstanding balance of \$32 million in the appropriation at March 31, 1966 was credited to the international assistance account from which expenditures may be made in subsequent years. In 1964-65 there was an appropriation of \$49 million of which \$30 million was credited to the assistance account, \$10 million was used for capital assistance and \$7 million for technical assistance.

Expenditures also included \$35 million for the international food aid program and \$2 million for a contribution to the Indus Basin development fund. Comparable amounts were \$21 million and \$6 million, respectively, in 1964-65.

Representation abroad

Outlays of \$20 million for representation abroad were \$3 million higher than in 1964-65. Costs of operations were \$18 million compared with \$15 million in the previous year and costs of construction, acquisition and improvements of buildings, etc., were \$2 million, approximately the same amount as in 1964-65.

Contributions to international multilateral economic and special aid programs

These contributions totalled \$17 million in 1965-66, \$7 million more than in 1964-65. Contributions for multilateral economic aid programs amounted to \$7 million, the same amount as in the previous fiscal year. Contributions to special aid programs were \$10 million compared with \$3 million in 1964-65 due mainly to an increase of \$6 million in respect of defence support assistance to cover direct expenditures on behalf of countries not members of NATO.

Assessments for membership in international (including commonwealth) organizations

Assessments for membership in international organizations amounted to \$10 million in 1965-66, \$1 million more than in the previous fiscal year. Assessments included \$4 million for the united nations organization, \$4 million for specialized agencies of the united nations and \$1 million for the organization of economic co-operation and development. Comparable amounts in 1964-65 were \$3 million for assessments, \$4 million for specialized agencies and \$1 million for the organization of economic co-operation.

Other payments to international organizations and programs

Other payments amounted to \$5 million compared with \$1 million in 1964-65, the increase being due to a special voluntary contribution of \$4 million to the united nations for which there was no corresponding amount in 1964-65.

Finance

Expenditures of the Department of Finance were \$1,851 million compared with \$1,623 million in 1964-65, an increase of \$228 million.

The main changes were increases of \$108 million in payments to provinces, \$60 million in public debt charges, \$31 million in respect of forgiveness of indebtedness under the Municipal Development and Loan Act and \$18 million in respect of the public service superannuation account.

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, expenditures of the Canadian Wheat Board for payments of carrying costs of temporary wheat reserves and payments in connection with the Prairie Grain Advance Payments Act, which were included under the Department of Trade and Commerce in 1964-65, are now included in expenditures of the Department of Finance. Previous years' figures have been amended for purposes of comparison.

TABLE 33
(in millions of dollars)

FINANCE	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Public debt charges.....	1,110.9	1,051.3	59.6
Fiscal, subsidy and other payments to provinces.....	466.0	358.4	107.6
Public service superannuation account—			
Government's contribution.....	57.8	55.6	2.2
Amortization of deferred charges.....	25.9	10.0	15.9
	83.7	65.6	18.1
Canadian Wheat Board—			
Carrying costs of temporary wheat reserves.....	36.8	34.0	2.8
Prairie Grain Advance Payments Act.....	0.7	0.6	0.1
	37.5	34.6	2.9
Grants to municipalities in lieu of taxes on federal property.....	36.8	35.7	1.1
Forgiveness of indebtedness—municipal development and loan board..	33.9	2.6	31.3
Grants to universities—			
Payments to the association of universities and colleges.....	27.7	27.3	0.4
Office of the Comptroller of the Treasury.....	25.4	24.9	0.5
Government's share of surgical-medical insurance premiums.....	9.7	9.3	0.4
Government's contribution as an employer to the unemployment insurance fund.....	1.1	0.9	0.2
Government's contribution as an employer to the Canada pension plan and the Quebec pension plan.....	4.1		4.1
Administration and general.....	13.9	12.1	1.8
	1,850.7	1,622.7	228.0

Public debt charges

Public debt charges were again the third largest item of budgetary expenditure, exceeded only by those for defence and those for health, welfare and social security.

Public debt charges consist of interest on the public debt, the annual amortization of bond discounts and commissions, the cost of issuing new loans and other costs incurred in servicing the public debt. These charges totalled \$1,111 million in 1965-66 and were 14 per cent of all budgetary expenditure compared with \$1,051 million or 14 per cent in 1964-65.

Interest on public debt amounted to \$1,077 million of which \$847 million was in respect of unmatured debt and \$230 million was in respect of other liabilities. In 1964-65 total interest was \$1,012 million of which \$803 million was for unmatured debt and \$209 million for other liabilities.

The increase of \$44 million in interest on unmatured debt reflected higher interest rates and an increase in unmatured debt. The increase in interest on other liabilities was due mainly to increases of \$7 million in respect of the public service superannuation account and \$11 million in respect of the Canadian forces superannuation account and resulted from credits to cover actuarial deficiencies arising from pay increases and from the normal growth in these accounts.

Other public debt charges at \$34 million were \$6 million less than in 1964-65, attributable to lower charges to budgetary expenditure in respect of amortization of bond discounts and commissions.

TABLE 34
(in millions of dollars)

INTEREST AND OTHER PUBLIC DEBT CHARGES	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Interest on public debt—			
Unmatured debt including treasury bills—			
Payable in Canada.....	830.8	786.2	44.6
Payable in New York.....	16.2	16.4	—0.2
	847.0	802.6	44.4
Other liabilities—			
Annuity, insurance and pension accounts.....	226.9	206.3	20.6
Deposit and trust accounts.....	3.4	3.2	0.2
	230.3	209.5	20.8
Total interest on public debt.....	1,077.3	1,012.1	65.2
Other public debt charges—			
Annual amortization of bond discounts and commissions.....	30.8	36.4	—5.6
Cost of issuing new loans.....	1.8	1.8	
Servicing of public debt.....	1.0	1.0	
	33.6	39.2	—5.6
	1,110.9	1,051.3	59.6

Further details of these items are shown in appendices 6 to 9 in section 9 of this volume.

The following table shows the liability as at March 31, and interest charges for the fiscal year ended March 31, for the years 1962 to 1966 inclusive, with respect to unmatured debt, deposit and trust accounts, and annuity, insurance and pension accounts:

TABLE 35
(in millions of dollars)

	Liability as at March 31 with respect to				Interest charges for fiscal year ended March 31 with respect to			
	Unmatured debt	Deposit and trust accounts (1)	Annuity, insurance and pension accounts (2)	Total	Unmatured debt	Deposit and trust accounts	Annuity, insurance and pension accounts	Total
1962.....	16,945.7	266.6	4,246.0	21,458.3	642.5	3.1	157.3	802.9
1963.....	17,961.8	225.2	4,747.0	22,934.0	709.0	3.2	169.4	881.6
1964.....	18,740.1	196.5	5,131.0	24,067.6	762.0	3.1	189.4	954.5
1965.....	18,978.2	262.8	5,675.9	24,916.9	802.6	3.2	206.3	1,012.1
1966.....	19,109.8	310.7	6,392.2	25,812.7	847.0	3.4	226.9	1,077.3

(1) No interest is payable on a portion of these amounts. Interest was paid on \$92.2 million in 1961-62; \$88.2 million in 1962-63; \$89.0 million in 1963-64; \$92.5 million in 1964-65; and \$97.5 million in 1965-66.

(2) No interest is payable on a portion of these amounts. Interest was paid on \$4,162.2 million in 1961-62; \$4,664.3 million in 1962-63; \$5,044.7 million in 1963-64; \$5,590.5 million in 1964-65; and \$6,089.6 million in 1965-66.

When considering the magnitude of these public debt charges and the burden they place upon the public treasury, it must be borne in mind that a substantial portion of the debt is attributable to, or is invested in, productive or earning assets. Therefore, in calculating the *net* burden of the government's annual interest charges, the income derived from loans, investments and other productive assets must be taken into account. For 1965-66 this income totalled \$438 million as shown in the non-tax revenue section under the heading "return on investments". This amount deducted from the gross total of \$1,077 million for interest as shown in the table leaves a net amount of \$639 million compared with a net of \$589 million in 1964-65. Measured as a percentage of the net debt the burden of the net annual interest charges was 4.11 per cent in 1965-66 compared with 3.80 per cent in 1964-65. As a percentage of the gross national product for the calendar year ending within the fiscal year, the relative burden was 1.23 per cent compared with 1.25 per cent in 1964-65.

The following table presents the gross interest charges, the return on investments, the net interest charges, the net debt and the net interest as a percentage of the net debt for the fiscal years ended March 31, 1962 to 1966 inclusive:

TABLE 36
(in millions of dollars)

FISCAL YEAR ENDED MARCH 31	Gross interest charges	Return on investments	Net interest charges	Net debt at March 31	Net interest as a percentage of net debt per cent
1962.....	802.9	307.5	495.4	13,228.1	3.75
1963.....	881.6	311.9	569.7	13,919.8	4.09
1964.....	954.5	366.4	588.1	15,070.2	3.90
1965.....	1,012.1	422.7	589.4	15,504.4	3.80
1966.....	1,077.3	438.3	639.0	15,543.4	4.11

Fiscal, subsidy and other payments to provinces

Budgetary expenditure was charged with \$466 million for payments to the provinces, \$108 million higher than in 1964-65.

Payments of \$356 million under federal-provincial fiscal arrangements were \$44 million higher than in 1964-65.

Payments under the Established Programs (Interim Arrangements) Act of \$82 million were made to the Province of Quebec in compensation to that province for its opting out of the following programs: hospital insurance and diagnostic services, old age assistance, disabled persons allowances and blind persons allowances; and in part, the general health grants, unemployment assistance and technical and vocational training assistance.

Subsidies to provinces payable under the British North America Acts and other statutory authority were \$24 million in both fiscal years.

The transfer of certain public utility tax receipts was \$6 million in 1965-66, \$3 million less than in 1964-65 and represented the transferable portion of income tax received from corporations whose main business was the distribution to, or generation for distribution to, the public of electrical energy, gas and steam for the taxation year 1963.

The Federal-Provincial Fiscal Revision Act, 1964, provides that where, in any fiscal year commencing on or after April 1, 1964 the Federal savings in respect of a province providing schooling allowances exceeds the federal revenue abatement in respect to that province for the taxation year ending in that fiscal year, the Minister of Finance may, out of the consolidated revenue fund, pay to that province in respect of that fiscal year an amount equal to the excess and where for a taxation year ending in any fiscal year commencing on or after April 1, 1964 the federal revenue abatement in respect of a province providing schooling allowances exceeds the federal savings in that fiscal year in respect of that province, the amount of the excess may be deducted from any payment to that province under the Federal-Provincial Fiscal Arrangements Act or under any subsequent Act of the Parliament of Canada substituted therefore, or may be otherwise recovered as a debt due to Canada by that province. The abatement for the taxation year 1965 in respect of the Province of Quebec exceeded the federal savings by \$5 million which has been recovered from payments to the province under the Federal-Provincial Fiscal Arrangements Act. In 1964-65 the federal savings exceeded the abatement for the taxation year 1964 resulting in a payment of \$10 million to the Province of Quebec.

The Federal-Provincial Fiscal Revision Act also provided for the retroactive extension of the Crown Corporations (Provincial Taxes and Fees) Act to the period April 1, 1962 to March 31, 1964. No payments were made under this provision in 1965-66 compared with payments of \$4 million in 1964-65.

In addition to the above payments, \$662 million in provincial income taxes collected by the federal government on behalf of the provinces was credited to the provincial tax collection agreements account under the terms of the Federal-Provincial Fiscal Arrangements Act for allocation to the provinces. A more detailed explanation of these arrangements is given under tax revenue in this section.

TABLE 37
(in millions of dollars)

FISCAL, SUBSIDY AND OTHER PAYMENTS TO PROVINCES	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Payments under the Federal-Provincial Fiscal Arrangements Act.....	(1)356.1	311.7	44.4
Payments under the Established Programs (Interim Arrangements) Act ⁽²⁾	81.5		81.5
Statutory subsidies.....	23.6	23.6	
Transfer of certain public utility tax receipts.....	6.4	9.7	—3.3
Crown Corporations (Provincial Taxes and Fees) Act.....		3.8	—3.8
Federal-Provincial Fiscal Revision Act (youth allowances).....	(3)4.9 cr	9.6	—14.5
Payments under the Federal-Provincial Tax Sharing Arrangements Act.....	3.3		3.3
	466.0	358.4	107.6

(1)Gross prior to recovery of an excess tax abatement of \$4.9 million under the Federal-Provincial Fiscal Revision Act (youth allowances) to the Province of Quebec.

(2)Payments made to the Province of Quebec in respect of opting out agreements.

(3)Recovered from payments to the Province of Quebec under the Federal-Provincial Fiscal Arrangements Act

A summary of payments, by provinces, during 1965-66 is given in the following table:

TABLE 38
(in millions of dollars)

FISCAL, SUBSIDY AND OTHER PAYMENTS TO PROVINCES	Fiscal year ended March 31, 1966						
	Payments under fiscal arrange- ments	Payments under Interim Arrange- ments Act	Statutory subsidies	Payments under the Federal- Provincial Fiscal Revision Act (youth allow- ances)	Transfer of certain public utility tax receipts	Payments under Federal- Provincial Tax Sharing Arrange- ments Act	Total
Newfoundland.....	41.6		1.7		0.3	0.2	43.8
Prince Edward Island..	9.7		0.6		0.1	(1)	10.4
Nova Scotia.....	47.3		2.1		0.7	0.4	50.5
New Brunswick.....	42.8		1.8		(1)	0.3	44.9
Quebec.....	(2)136.1	81.5	4.0	(3)4.9 Cr.	1.0	0.1 Cr.	217.6
Ontario.....	16.8		4.6		1.3		22.7
Manitoba.....	27.8		2.1		(1)	0.5	30.4
Saskatchewan.....	28.7		2.1		(1)	0.4	31.2
Alberta.....	5.3		2.9		2.6	0.7	11.5
British Columbia.....			1.7		0.4	0.9	3.0
	356.1	81.5	23.6	4.9 Cr.	6.4	3.3	466.0

(1) Less than \$50,000.

(2) Gross prior to recovery of the excess tax abatement of \$4.9 million under the Federal-Provincial Fiscal Revision Act (youth allowances).

(3) Recovered from payments under the Federal-Provincial Fiscal Arrangements Act.

Public service superannuation account

The government's contribution to this account in 1965-66 in an amount equal to the estimated current and prior service payments of individuals in 1964-65 was \$58 million, an increase of \$2 million over the 1964-65 contribution of \$56 million.

A further amount of \$26 million was charged to budgetary expenditure in 1965-66 to cover the annual amortization of an actuarial deficiency arising out of pay increases authorized in 1963-64, 1964-65 and 1965-66. A more detailed explanation of this transaction is given in section 4 of this volume under the asset category "deferred charges".

Canadian Wheat Board

Expenditures during 1965-66 amounted to \$38 million compared with \$35 million in the previous year and were mainly in respect of carrying costs of temporary wheat reserves.

Grants to municipalities

Payments to municipalities in lieu of taxes on federal property amounted to \$37 million, \$1 million more than in 1964-65.

Forgiveness of indebtedness, the municipal development and loan board

Under the Municipal Development and Loan Act, advances are made to the municipal development and loan board to provide financial assistance by way of loans to municipalities to augment or accelerate capital works programs. The act also provides that the board shall, under certain conditions, forgive payment by the municipality of 25 per cent of the principal amount of the loan. During 1965-66 payments forgiven amounted to \$34 million compared with \$3 million in the previous year.

Grants to universities

Payments of \$28 million to the association of universities and colleges of Canada for the purpose of making grants to universities of higher learning were slightly higher than in 1964-65.

Office of the Comptroller of the Treasury

Expenditures of \$25 million were made to defray the expenses of the Comptroller of the Treasury in carrying out the duties imposed by the Financial Administration Act, including the issue of public money from the consolidated revenue fund, the provision of accounting services for government departments, and other duties delegated by the Minister of Finance such as the maintenance of the central fiscal accounts of Canada, the preparation of the Public Accounts and government accounts section of the budget papers, the preparation of cash forecasts, the management of Receiver General cash balances, the receipt of Receiver General cheques cashed by chartered banks and the reimbursement to the banks and the reconciliation of paid cheques with the payments to the banks and the statements of cheques issued, the custody of securities deposited with the Minister of Finance in accordance with statutory and regulatory requirements and the administration of the public service superannuation plan. In 1964-65 expenditures were also \$25 million.

Government's share of surgical-medical insurance premiums

The government's share of surgical-medical insurance premiums amounted to \$10 million in 1965-66, slightly higher than in the previous fiscal year.

Fisheries

Expenditures of the Department of Fisheries were \$35 million in 1965-66, an increase of \$9 million over the 1964-65 total, due mainly to increased activities in respect of fisheries management and development.

TABLE 39
(in millions of dollars)

FISHERIES	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Fisheries management and development—			
Conservation and development service.....	11.3	8.3	3.0
Grants, contributions and subsidies.....	3.9	1.5	2.4
Industrial development service.....	2.8	1.3	1.5
Inspection service.....	2.5	2.3	0.2
Canadian share of the expenses of international commissions....	1.3	1.2	0.1
Other.....	2.3	2.3	
	24.1	16.9	7.2
Fisheries Research Board of Canada.....	9.0	7.4	1.6
Administration and general.....	1.4	1.3	0.1
	34.5	25.6	8.9

Fisheries management and development

Expenditures for the conservation and development service totalled \$11 million compared with \$8 million in 1964-65 and were in connection with the enforcement of fisheries laws and regulations, maintaining and increasing stocks of fish through stream improvements, predator control and operation of fish hatcheries.

Grants, contributions and subsidies amounted to \$4 million in 1965-66 compared with \$2 million in the previous year. The main item was assistance for the construction of fishing vessels, in respect of which capital subsidies are not payable, which amounted to \$2 million compared with \$1 million in 1964-65.

Outlays of \$3 million in respect of the industrial development service were \$2 million more than in 1964-65 and outlays for inspection services at \$3 million were slightly more than in the previous fiscal year.

The Canadian share of expenses of the international commissions amounted to \$1 million in 1965-66 and reflected a small increase over the previous year's total.

Other expenditures included \$1 million for field services administration, \$1 million for the Newfoundland bait service which is maintained in order that supplies of bait are available for fishermen engaged in cod and other sea fisheries and the fishing bounty under the Deep Sea Fisheries Act. Under authority of this act an annual grant not exceeding \$160 thousand may be made to aid in the development of the sea fisheries of Canada by the encouragement of the building and fitting out of improved fishing vessels and the improvement of conditions for fishermen. During the year payments of \$1 per boat were made to owners of 4,863 boats, \$1 per registered ton to owners of 1,352 vessels and \$9.60 each to 12,629 fishermen.

Fisheries Research Board of Canada

The Fisheries Research Board of Canada was established by the Fisheries Research Act to have charge of all federal fishery research stations in Canada and to conduct and have the control of investigations of practical and economic problems connected with marine and fresh water fisheries, flora and fauna. Expenditures in 1965-66 were \$9 million compared with \$7 million in 1964-65.

Administration and general

Included in these expenditures were the costs of the information and consumer service, the economic service and departmental administration.

Forestry

Expenditures of the Department of Forestry totalled \$57 million, \$7 million more than the 1964-65 total due mainly to an increase of \$4 million in outlays for rural development under the Agricultural Rehabilitation and Development Act.

TABLE 40
(in millions of dollars)

FORESTRY	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Freight assistance and grain storage costs on western feed grains.....	21.0	19.1	1.9
Rural development—			
Agricultural Rehabilitation and Development Act.....	13.4	9.4	4.0
Maritime Marshland Rehabilitation Act.....	0.7	0.6	0.1
	14.1	10.0	4.1
Forestry—			
Forest research.....	7.9	8.1	—0.2
Forest products research.....	1.6	1.5	0.1
Administration.....	1.4	1.2	0.2
	10.9	10.8	0.1
Contributions to the provinces—			
Assistance in forest inventory, reforestation, forest fire protection and forest stand improvement.....	6.6	5.7	0.9
Forest access road construction.....	2.0	2.8	—0.8
	8.6	8.5	0.1
Administration and general.....	2.5	1.3	1.2
	57.1	49.7	7.4

Freight assistance and grain storage costs on western feed grains

The policy of payments of freight assistance at specified rates on western feed grains shipped to Eastern Canada and British Columbia as feed for livestock and poultry was made to insure that feeders of livestock and poultry would receive the full benefit of the subsidy in prices paid for feed. Expenditures were \$21 million, \$2 million more than in 1964-65.

Rural development

Expenditures under this category amounted to \$14 million in 1965-66 compared with \$10 million in the previous fiscal year. The increase was due mainly to expenditures under the Agricultural Rehabilitation and Development Act which totalled \$13 million compared with \$9 million in 1964-65.

The Agricultural Rehabilitation and Development Act authorized the Minister, with the approval of the Governor in Council, to enter into agreements with the provinces providing for the undertaking jointly with the government of the province of projects for the more efficient use and economic development of marginal or sub-marginal agricultural lands, the development of income and employment opportunities in rural agricultural areas, soil and water conservation projects for agricultural purposes, and for the payment to the provinces of contributions in respect of the cost of such projects.

Forestry

Outlays in respect of forestry amounted to \$11 million approximately the same as in the previous fiscal year. Expenditures of \$8 million in respect of forest research included the cost of studies of forest inventory methods, fire protection and tree breeding and were slightly less than in 1964-65. Outlays of \$2 million in respect of forest products research included costs of operating laboratories located at Ottawa and Vancouver where research is conducted on the properties of Canadian woods, the development of new and improved uses of wood and better utilization of Canada's forest products. In 1964-65 outlays were also \$2 million.

Contributions to provinces

These contributions, subject to the terms specified in the details of estimates and pursuant to agreements entered into with the approval of the Governor in Council, totalled \$9 million in 1965-66 and included \$3 million in respect of forest fire protection, \$2 million in respect of forest access roads, \$1 million in reforestation and \$1 million in respect of forest inventory. In 1964-65 contributions were \$9 million of which \$3 million was for fire protection, \$3 million for access roads, \$1 million for reforestation and \$1 million for forest inventory.

Justice

Expenditures of the Department of Justice were \$11 million in 1965-66 compared with \$10 million in the previous fiscal year.

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, expenditures under the Trade Marks Act, Copyright Act, Patent Act, Industrial Design and Union Label Act and the Timber Marking Act, the Combines Investigation Act, Restrictive Trade Practices Commission and the Office of the Director of Investigation and Research, which in 1964-65 were included under the Department of Justice, are now included in expenditures of Privy Council and expenditures under the Parole Act, Penitentiary Act, Prisons and Reformatories Act, para. (e) of section 4 of the Department of Justice Act and the Canadian Penitentiary Service, which in previous years were included under the Department of Justice, are now included in expenditures of the Solicitor General. Previous years' figures have been amended for purposes of comparison.

Outlays of \$9 million in 1965-66 for judges' salaries, travelling allowances and pensions and costs of administration at \$2 million were slightly higher than in 1964-65.

TABLE 41
(in millions of dollars)

JUSTICE	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Judges' salaries, travelling allowances and pensions.....	9.0	8.7	0.3
Administration and general.....	2.4	2.0	0.4
	11.4	10.7	0.7

Labour

Expenditures of the Department of Labour totalled \$24 million compared with \$23 million in 1964-65.

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, expenditures in respect of the Technical and Vocational Training Assistance Act, the Vocational Rehabilitation of Disabled Persons Act, the national employment service, the civilian rehabilitation branch, the technical and vocational training branch, the manpower consultative service and such parts of branches as relate to manpower, which in previous years were included under the Department of Labour, are now included in expenditures of the Department of Citizenship and Immigration. Previous year's figures have been amended for purposes of comparison.

TABLE 42
(in millions of dollars)

LABOUR	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Winter house building incentive program.....	15.8	16.3	—0.5
Payments under the Government Employees Compensation Act.....	2.8	2.5	0.3
Administration and general.....	5.4	4.6	0.8
	24.0	23.4	0.6

Winter house building incentive program

Under the winter house building incentive program payments are made, in accordance with terms and conditions approved by the Governor in Council, of \$500 per dwelling unit substantially built during the periods November 15, 1964 to March 31, 1965 and November 15, 1965 to April 15, 1966. In 1965-66 payments amounted to \$16 million, \$1 million less than the previous fiscal year total.

Payments under the Government Employees Compensation Act

The Government Employees Compensation Act provides that an employee who is caused personal injury by accident arising out of and in the course of his employment or is disabled by reason of an industrial disease due to the nature of his employment and the dependents of an employee whose death results from such an accident or industrial disease are entitled to receive compensation at the same rate as is provided under the law of the province in which the accident occurred or industrial disease was contracted. The claims of employees eligible for compensation are dealt with and paid by provincial workmen's compensation boards from funds advanced by the federal government. Compensation payments in 1965-66 were \$3 million, slightly higher than in 1964-65.

Administration and general

This category includes expenditures in respect of international labour conferences, the promotion of labour-management cooperation, the economics and research branch, industrial relations, the Annuities Act and the general administration of the department. Expenditures totalled \$5 million compared with \$4 million in 1964-65.

Legislation

Costs of Legislation were \$15 million compared with \$14 million in 1964-65. The increase was due mainly to expenses in respect of the House of Commons.

TABLE 43
(in millions of dollars)

LEGISLATION	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
House of Commons.....	11.5	11.1	0.4
The Senate.....	2.7	2.7	
Library of Parliament.....	0.5	0.4	0.1
	14.7	14.2	0.5

Mines and Technical Surveys

Expenditures of the Department of Mines and Technical Surveys were \$107 million compared with \$94 million in 1964-65. The increase was due mainly to expenditures of \$3 million for subventions in respect of electric power generated from eastern coal, for which there was no comparable expenditure in 1964-65, and to increases of \$3 million for marine surveys and research and \$2 million for research in astronomy and geophysics.

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, expenditures of the water resources branch and the resource development branch (but excluding those parts of the said branches concerned with the administration of resources on Indian lands) and expenditures made under the Atlantic Provinces Power Development Act, which previously were included under the Department of Northern Affairs and National Resources, and expenditures of the National Energy Board, which previously were included under the Department of Trade and Commerce, are now included in expenditures of the Department of Mines and Technical Surveys. Previous year's figures have been amended for purposes of comparison.

TABLE 44
(in millions of dollars)

MINES AND TECHNICAL SURVEYS	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Dominion coal board.....	23.4	23.2	0.2
Emergency gold mining assistance.....	14.8	15.7	—0.9
Water resources.....	13.6	12.2	1.4
Marine surveys and research.....	11.6	9.0	2.6
Field and air surveys, mapping and aeronautical charting.....	8.0	6.9	1.1
Geological research.....	7.8	6.9	0.9
Mining and metallurgical investigations and research.....	6.7	5.7	1.0
Contributions to provinces to assist in the development of roads leading to resources.....	7.3	6.1	1.2
Research in astronomy and geophysics.....	4.9	2.9	2.0
Subventions pursuant to the Atlantic Provinces Power Development Act in respect of electric power generated from eastern coal.....	2.5		2.5
Polar continental shelf.....	1.3	1.5	—0.2
Geographical surveys and research.....	0.9	0.7	0.2
National energy board.....	0.9	0.7	0.2
Administration and general.....	3.6	2.8	0.8
	107.3	94.3	13.0

Dominion coal board

This board was constituted under the authority of the Dominion Coal Board Act and is empowered to study, review, and recommend to the Minister, from time to time, such policies and measures it considers necessary respecting the production, importation, distribution and use of coal in Canada. Expenditures in 1965-66 were \$22 million in freight subventions in connection with the movement of coal under certain conditions prescribed by the Governor in Council and subventions of \$1 million in respect of eastern coal under agreements entered into pursuant to the Atlantic Provinces Power Development Act. Comparable expenditures were \$22 million and \$1 million respectively in 1964-65.

Emergency gold mining assistance

In order to prevent the closing of mines due to increasing cost of equipment, supplies and labour, and thus avoid the resultant hardships on dependent communities, assistance payments are made to operators of gold mines under the Emergency Gold Mining Assistance Act. The amount of assistance payable to the operator of a gold mine under the provisions of the act is calculated by a formula based on certain terms and conditions in the act. During 1965-66 assistance payments amounted to \$15 million compared with \$16 million in 1964-65. From the inception of the act on January 1, 1948 to the end of 1965-66, gold mine operators have received assistance totalling \$219 million.

Water resources

Expenditures of the water resources branch were \$14 million in 1965-66, \$1 million higher than in 1964-65 due mainly to an increase of \$1 million in administration, operation and maintenance and a small increase in contributions to provinces towards the construction of dams and other works to assist in the conservation and control of water resources in accordance with agreements entered into between Canada and the provinces.

Marine surveys and research

Outlays of \$12 million for marine surveys and research consisted of \$8 million for administration, operation and maintenance and \$4 million for construction or acquisition of buildings, works, land and equipment. In 1964-65 administration, operation and maintenance costs were \$7 million and construction or acquisition costs were \$2 million.

Field and air surveys, mapping and aeronautical charting

Included in these expenditures of \$8 million were \$2 million for topographical surveys, \$2 million for map compilation and reproduction, \$1 million in respect of the Geodetic Survey of Canada and \$1 million for legal surveys and aeronautical charts. The increase of \$1 million in 1965-66 over the previous year reflected small increases in all categories.

Geological research

Expenditures of \$8 million were \$1 million more than in 1964-65, due mainly to an increase in administration, operation and maintenance costs.

Mining and metallurgical investigations and research

Expenditures amounted to \$7 million in 1965-66 and were \$1 million more than in the previous year. Higher costs for administration, operation and maintenance accounted for most of this increase.

Development of roads leading to resources

Contributions to provinces to assist in the development of roads leading to resources totalled \$7 million compared with \$6 million in 1964-65.

Research in astronomy and geophysics

Outlays of \$5 million for research in astronomy and geophysics were \$2 million more than in 1964-65 and included \$3 million in respect of the Dominion Observatory, Ottawa and field stations, the same as in the previous year, and \$2 million in respect of the Dominion Astrophysical Observatory, Victoria, mainly for construction or acquisition of buildings, works, land and equipment, compared with \$311 thousand in 1964-65.

Subventions pursuant to the Atlantic Provinces Power Development Act

Subventions pursuant to the Atlantic Provinces Power Development Act in respect of electric power generated from eastern coal amounted to \$3 million in 1965-66. There were no comparative expenditures in the previous year.

Administration and general

This category includes expenditures for administration services, the mineral resources division, the administration of the Explosives Act and acquisition of equipment. Expenditures of \$4 million in 1965-66 were \$1 million higher than in 1964-65.

National Capital Commission

Expenditures in respect of the National Capital Commission were \$19 million, \$8 million more than in 1964-65.

An amount of \$12 million was paid into the national capital fund to be used for the financing of capital projects in the national capital region compared with \$4 million in 1964-65. Outlays for the operation and maintenance of parks, parkways, etc. at \$4 million and interest charges of \$3 million were approximately the same as in the previous fiscal year.

TABLE 45
(in millions of dollars)

NATIONAL CAPITAL COMMISSION	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Operation and maintenance.....	3.8	3.4	0.4
Interest charges (net).....	2.7	2.4	0.3
	6.5	5.8	0.7
Payment to the national capital fund.....	12.1	4.5	7.6
	18.6	10.3	8.3

National Health and Welfare

Expenditures of the Department of National Health and Welfare at \$1,175 million were \$126 million less than the previous year's total of \$1,301 million, due mainly to a decrease in the government's contributions under the Hospital Insurance and Diagnostic Services Act as a result of the Province of Quebec opting out of this program under a federal-provincial agreement.

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, expenditures in respect of prosthetic services, which in previous years were included under the Department of Veterans Affairs, are now included in expenditures of the Department of National Health and Welfare. Previous year's figures have been amended for purposes of comparison.

TABLE 46
(in millions of dollars)

NATIONAL HEALTH AND WELFARE	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Welfare services—			
Family allowances.....	551.7	545.8	5.9
Youth allowances.....	46.5	26.9	19.6
Old age assistance.....	26.9	45.0	—18.1
Blind persons allowances.....	3.6	5.6	—2.0
Disabled persons allowances.....	15.0	23.4	—8.4
Unemployment assistance.....	101.7	107.5	—5.8
Fitness and amateur sport.....	2.5	2.0	0.5
Family assistance.....	2.8	2.1	0.7
Other.....	6.3	4.9	1.4
	757.0	763.2	—6.2
Health services—			
Government's contributions under the Hospital Insurance and Diagnostic Services Act.....	319.6	433.9	—114.3
Grants to provinces—			
General health.....	27.9	35.2	—7.3
Hospital construction.....	17.6	21.5	—3.9
Other.....	7.6	7.7	—0.1
	372.7	498.3	—125.6
Medical services.....	37.5	32.5	5.0
Food and drug services.....	5.4	4.3	1.1
Administration and general.....	2.5	2.3	0.2
	1,175.1	1,300.6	—125.5

Family allowances

Family allowances are payable in respect of all children under sixteen years of age, resident in Canada, with minor exceptions such as in the case of children of immigrants who must reside in Canada one year before an allowance is payable. The monthly allowance is \$6 if the child is under 10 years of age and \$8 in the age group 10 to 15. Children of immigrants receive family assistance at the same rates during their first year of residence in Canada. As family assistance in 1964-65 was paid from a Department of Citizenship and Immigration vote the 1964-65 figures in the previous table have been adjusted accordingly for comparative purposes.

In 1965-66 payments of \$552 million accounted for 7 per cent of all budgetary expenditure compared with \$546 million and 8 per cent in 1964-65. The increase of \$6 million reflected the increase in the number of children in the eligible age groups.

Since inception of family allowances payments in 1945-46, \$8,308 million has been expended for this purpose.

TABLE 47
(in millions of dollars)

FAMILY ALLOWANCES PAYMENTS	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Newfoundland.....	16.9	16.9	
Nova Scotia.....	21.6	21.8	—0.2
Prince Edward Island.....	3.2	3.3	—0.1
New Brunswick.....	19.0	19.1	—0.1
Quebec.....	165.0	163.9	1.1
Ontario.....	182.4	179.0	3.4
Manitoba.....	25.9	25.9	
Saskatchewan.....	27.0	26.9	0.1
Alberta.....	42.4	42.0	0.4
British Columbia.....	47.0	45.7	1.3
Northwest and Yukon Territories.....	1.3	1.3	
	551.7	545.8	5.9

The number of families and number of children in receipt of family allowances payments in the month of March and the total payments in each of the fiscal years ended March 31, 1962 to 1966, inclusive, are shown in the following table:

TABLE 48
FAMILY ALLOWANCES

FISCAL YEAR ENDED MARCH 31	Number of families March (in thousands)	Number of children March (in thousands)	Payments (in millions of dollars)
1962.....	2,649	6,562	520.8
1963.....	2,681	6,660	531.6
1964.....	2,711	6,736	538.3
1965.....	2,747	6,817	545.8
1966.....	2,786	6,865	551.7

Youth allowances

Under the Youth Allowances Act which was given Royal Assent on July 16, 1964, payments were effective from September 1964. Under provisions of this act payments of \$10 per month are payable in respect of persons resident in Canada, other than those resident in the Province of Quebec, who have attained the age of 16 years and have not attained the age of 18 years who are in full time attendance at a school or university or are by reason of mental or physical infirmity precluded from attending school or university. During 1965-66 payments amounted to \$47 million compared with \$27 million in 1964-65. The increase of \$20 million was due to the fact that the 1964-65 expenditure covered only nine months payments.

No payments were made under this act in respect of persons resident in the Province of Quebec as that province was providing schooling allowances. However, under authority of the Federal-Provincial Fiscal Revision Act, 1964 a payment of \$10 million was made to the Province of Quebec by the Minister of Finance in lieu of youth allowances and charged to Department of Finance expenditures.

TABLE 49
(in millions of dollars)

YOUTH ALLOWANCES PAYMENTS	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Newfoundland.....	1.6	0.9	0.7
Nova Scotia.....	2.7	1.6	1.1
Prince Edward Island.....	0.4	0.2	0.2
New Brunswick.....	2.3	1.4	0.9
Ontario.....	22.0	12.7	9.3
Manitoba.....	3.3	1.9	1.4
Saskatchewan.....	3.4	2.0	1.4
Alberta.....	4.8	2.8	2.0
British Columbia.....	5.9	3.4	2.5
Northwest and Yukon Territories.....	0.1	(1)	0.1
	46.5	26.9	19.6

(1) Less than \$50,000.

Old age assistance, disabled persons allowances, blind persons allowances and unemployment assistance

Under the Old Age Assistance Act, the federal government reimburses the provinces by paying 50 per cent of the lesser of \$75 monthly or the amount of assistance given by the provinces in the form of monthly pensions to eligible persons in need who are in the age group 65 to 68 inclusive. Prior to January 1, 1966 the age group was 65 to 69, inclusive. (Under the Old Age Security Act, all persons who satisfy the residence requirements of the act may receive a pension of \$75 per month from the federal government out of the old age security fund provided that no pension is paid in any month before January 1966 in which the person had not attained 70 years of age, the age limit being reduced by one in each subsequent year until 1970.) Similarly, the federal government reimburses the provinces under the Blind Persons Act for allowances of not more than \$75 per month to blind persons in need 18 years of age or over by paying 75 per cent of the total payments, and under the Disabled Persons Act by paying 50 per cent of not more than \$75 per month for allowances to disabled persons in need 18 years of age or over. In 1965-66 payments for old age assistance amounted to \$27 million, for disabled persons allowances \$15 million and for blind persons allowances \$4 million. In 1964-65 payments were \$45 million for old age assistance, \$23 million for disabled persons allowances and \$6 million for blind persons allowances. The decreases were due to the opting out of these programs by the Province of Quebec under federal-provincial agreement and in respect of old age assistance was also due to the lowering of the age limit for old age security benefits.

Under the Unemployment Assistance Act, the Minister may, with the approval of the Governor in Council, enter into an agreement with any province for the payment by Canada to the province of contributions not exceeding 50 per cent of unemployment assistance costs in the province. Contributions in 1965-66 were \$102 million compared with \$108 million in 1964-65. The decrease is due to the opting out of a portion of this program by the Province of Quebec under federal-provincial agreement.

The following table presents a distribution of these payments to provinces for 1965-66:

TABLE 50
(in millions of dollars)

FEDERAL SHARE OF OLD AGE ASSISTANCE, DISABLED PERSONS ALLOWANCES, BLIND PERSONS ALLOWANCES AND UNEMPLOYMENT ASSISTANCE	Fiscal year ended March 31, 1966			
	Old age assistance	Disabled persons allowances	Blind persons allowances	Unemployment assistance
Newfoundland.....	2.1	0.8	0.3	4.5
Nova Scotia.....	2.2	1.5	0.5	1.9
Prince Edward Island.....	0.5	0.4	(1)	0.4
New Brunswick.....	2.1	1.0	0.4	1.7
Quebec.....				24.6
Ontario.....	10.0	7.8	1.2	27.6
Manitoba.....	2.2	0.7	0.3	5.6
Saskatchewan.....	2.1	0.8	0.2	4.4
Alberta.....	2.8	0.9	0.3	11.0
British Columbia.....	2.8	1.1	0.4	19.9
Northwest and Yukon Territories.....	0.1	(1)	(1)	0.1
	26.9	15.0	3.6	101.7

(1) Less than \$50,000.

The number of recipients of payments for old age assistance, disabled persons allowances and blind persons allowances, together with the total payments in each of the fiscal years ended March 31, 1962 to 1966 inclusive, are shown in the following table:

TABLE 51

FEDERAL SHARE OF OLD AGE ASSISTANCE, DISABLED PERSONS ALLOWANCES AND BLIND PERSONS ALLOWANCES	Old age assistance		Disabled persons allowances		Blind persons allowances	
	Number of recipients, March (in thousands)	Federal share (in millions of dollars)	Number of recipients, March (in thousands)	Federal share (in millions of dollars)	Number of recipients, March (in thousands)	Federal share (in millions of dollars)
Fiscal year ended March 31						
1962.....	98.9	30.8	50.0	16.4	8.6	4.2
1963.....	103.2	38.2	50.5	19.6	8.6	4.9
1964.....	105.2	39.2	51.7	20.2	8.6	5.0
1965.....	107.4	45.0	53.1	23.4	8.6	5.6
1966 ⁽¹⁾	53.0	26.9	34.6	15.0	5.4	3.6

(1) The reduction in the number of recipients and the amount of payments is due to (a) the opting out of these programs by the Province of Quebec and (b) in respect of old age assistance also to the lowering of the eligible age for old age security payments from 70 years to 69 years from January 1, 1965 and to 68 years from January 1, 1966.

Fitness and amateur sport

The Fitness and Amateur Sport Act provides for the encouragement, promotion and development of fitness and amateur sport in Canada. Expenditures were \$3 million in 1965-66 compared with \$2 million in the previous year.

Family assistance

Children of immigrants and settlers receive family assistance at the same rates as family allowances paid under the Family Allowances Act during their first year of residence in Canada. Payments amounted to \$3 million compared with \$2 million in 1964-65.

Government's contributions under the Hospital Insurance and Diagnostic Services Act

The Hospital Insurance and Diagnostic Services Act authorizes the Minister to enter into an agreement with any province to provide contributions by Canada in respect of programs administered by the provinces providing hospital insurance and laboratory and other services in aid of diagnosis. Contributions in 1965-66 totalled \$320 million. This was \$114 million less than the previous year's total of \$434 million. The decrease was due mainly to the Province of Quebec opting out of this program.

TABLE 52
(in millions of dollars)

GOVERNMENT'S CONTRIBUTIONS UNDER THE HOSPITAL INSURANCE AND DIAGNOSTIC SERVICES ACT	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Newfoundland.....	11.7	9.6	2.1
Nova Scotia.....	18.1	15.9	2.2
Prince Edward Island.....	2.4	2.1	0.3
New Brunswick.....	14.9	13.8	1.1
Quebec.....	(1)26.9 cr	128.2	—155.1
Ontario.....	171.9	151.5	20.4
Manitoba.....	23.1	20.9	2.2
Saskatchewan.....	25.9	23.5	2.4
Alberta.....	36.9	31.4	5.5
British Columbia.....	40.5	36.1	4.4
Northwest and Yukon Territories.....	1.1	0.9	0.2
	319.6	433.9	—114.3

(1) Transferred as a charge to payments made under the Established Programs (Interim Arrangements) Act by the Department of Finance.

General health grants and hospital construction grants to provinces

During the fiscal year 1948-49 the federal government instituted the policy of grants to provinces for general health services and control of diseases and assistance in construction of hospitals. General health grants totalled \$28 million in 1965-66 compared with \$35 million in 1964-65 and hospital construction grants totalled \$18 million compared with \$22 million in 1964-65. The decrease is partly due to the opting out of a portion of this program by the Province of Quebec under federal-provincial agreement. Since the inception of these grants, general health grants have totalled \$413 million and grants for assistance in construction of hospitals have totalled \$234 million.

TABLE 53
(in millions of dollars)

GENERAL HEALTH GRANTS AND HOSPITAL CONSTRUCTION GRANTS	Fiscal year ended March 31, 1966		
	General health grants	Hospital construction grants	Total
Newfoundland.....	1.0	0.9	1.9
Nova Scotia.....	1.7	0.8	2.5
Prince Edward Island.....	0.4	0.2	0.6
New Brunswick.....	1.3	0.1	1.4
Quebec.....	1.1	3.5	4.6
Ontario.....	12.0	6.9	18.9
Manitoba.....	2.4	1.0	3.4
Saskatchewan.....	1.7	1.1	2.8
Alberta.....	2.6	1.6	4.2
British Columbia.....	3.5	1.5	5.0
Northwest and Yukon Territories.....	0.2	(1)	0.2
	27.9	17.6	45.5

(1) Less than \$50,000.

Medical services

Outlays in respect of medical services in 1965-66 amounted to \$38 million of which \$33 million was for administration, operation and maintenance and \$5 million was for construction or acquisition of buildings, works, land and equipment. In 1964-65 costs of administration, operation and maintenance were \$31 million and costs of construction or acquisition were \$2 million.

Food and drug services

These services include the administration of the Food and Drugs, the Proprietary or Patent Medicine and the Narcotic Control Acts. Outlays of \$5 million were \$1 million more than in 1964-65.

National Research Council, including the Medical Research Council

Expenditures of the National Research Council, including the Medical Research Council, were \$74 million, an increase of \$18 million over the previous year's total due mainly to increases of \$10 million in scholarships and grants in aid of research and \$5 million in administration and general costs.

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, expenditures in respect of the secretariat of the Canadian government specifications board, which were included previously under the National Research Council are now included in non-defence expenditures of the Department of Defence Production under the heading "All Other Departments" and expenditures in respect of the defence research northern laboratory at Fort Churchill, Manitoba, which were included previously under the Department of Public Works, are now included in expenditures of the National Research Council. Previous year's figures have been amended for purposes of comparison.

TABLE 54
(in millions of dollars)

NATIONAL RESEARCH COUNCIL, INCLUDING THE MEDICAL RESEARCH COUNCIL	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Scholarships and grants in aid of research.....	33.7	23.4	10.3
Construction or acquisition of buildings, works, land and equipment..	6.1	4.5	1.6
Assistance towards research in industry.....	3.3	2.2	1.1
Administration and general.....	31.3	26.6	4.7
	74.4	56.7	17.7

Expenditures of the National Research Council under a program of scholarships and grants in aid of science and engineering research amounted to \$22 million compared with \$16 million in 1964-65 and expenditures of the Medical Research Council under an extramural program of scholarships and grants in aid of medical research were \$12 million compared with \$7 million in the previous year.

Administration and general costs were \$32 million compared with \$27 million in 1964-65. The increase was due mainly to salaries which totalled \$23 million, \$3 million more than in 1964-65.

National Revenue

Expenditures of the Department of National Revenue amounted to \$95 million, an increase of \$8 million over the 1964-65 total of \$87 million.

TABLE 55
(in millions of dollars)

NATIONAL REVENUE	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Customs and excise.....	47.7	44.2	3.5
Taxation.....	47.0	42.4	4.6
Income tax appeal board.....	0.3	0.3	
	95.0	86.9	8.1

Customs and excise

Outlays of \$48 million in respect of the collection of customs import duties, excise taxes and excise duties were \$4 million higher than the total for the previous fiscal year and consisted of \$32 million for the operation and maintenance of ports compared with \$29 million in 1964-65, \$10 million for inspection, investigation and audit services compared with \$9 million and \$6 million for general administration, the same as in the previous year.

Taxation

Outlays of \$47 million in respect of the collection of income taxes and the estate tax were \$5 million higher than the total for 1964-65. Expenditures for district offices were \$42 million compared with \$38 million in the previous year and for general administration they were \$5 million compared with \$4 million.

Northern Affairs and National Resources

Expenditures of the Department of Northern Affairs and National Resources, including the Indian affairs branch, were \$156 million compared with \$127 million in the previous year.

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, expenditures of the Indian affairs branch, which in previous years were included under the Department of Citizenship and Immigration, are now included in expenditures of the Department of Northern Affairs and National Resources and expenditures pursuant to the Atlantic Provinces Power Development Act and expenditures in respect of water resources and resource development (excluding those parts concerned with the administration of resources on certain Indian lands), which in previous years were included under the Department of Northern Affairs and National Resources, are now included in expenditures of the Department of Mines and Technical Surveys. Previous year's figures have been amended for purposes of comparison.

TABLE 56
(in millions of dollars)

NORTHERN AFFAIRS AND NATIONAL RESOURCES	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Indian affairs—			
Education.....	41.7	35.7	6.0
Social programs.....	24.8	16.7	8.1
Indian agencies.....	7.6	6.5	1.1
Economic development.....	4.0	2.4	1.6
Community employment.....	1.3	1.7	—0.4
Administration and general.....	2.3	1.8	0.5
	81.7	64.8	16.9
Northern administration—			
Education.....	10.2	7.9	2.3
Welfare and industrial divisions.....	4.6	4.9	—0.3
Yukon Territory.....	5.4	3.4	2.0
Northwest Territories and other field services.....	16.6	13.2	3.4
Payments to governments of Yukon Territory and Northwest Territories.....	5.5	5.0	0.5
Administration.....	1.5	1.4	0.1
	43.8	35.8	8.0
National parks.....	29.0	25.1	3.9
Administration and general.....	1.9	1.6	0.3
	156.4	127.3	29.1

Indian affairs

Expenditures for Indian affairs totalled \$82 million compared with \$65 million in 1964-65.

Education costs totalled \$42 million of which \$14 million was for transportation and maintenance of Indian pupils, \$11 million for the operation and maintenance of residential schools and hostels, \$8 million for tuition and maintenance in non-Indian schools and \$7 million for construction of schools. In 1964-65 these costs totalled \$36 million of which \$12 million was for transportation and maintenance, \$11 million for residential schools and hostels, \$5 million for tuition and maintenance in non-Indian schools and \$7 million for construction.

Expenditures for social programs were \$25 million and included \$6 million for food, fuel, clothing and other supplies, \$9 million for cash payments, \$5 million for construction of new houses and \$3 million for care of indigent Indians including the maintenance of juvenile delinquents. Expenditures in 1964-65 were \$17 million, of which \$6 million was for food, fuel, clothing and other supplies, \$5 million for cash payments, \$3 million for construction of new houses and \$2 million for care of indigent Indians.

Expenditures for Indian agencies were \$8 million, of which \$6 million was for costs of operation and maintenance of regional offices and Indian agencies throughout Canada and \$2 million for construction or acquisition of buildings, works, land and equipment. In 1964-65 expenditures were \$7 million, of which \$5 million was for operation and maintenance and \$2 million for construction or acquisition.

Outlays of \$4 million in 1965-66 for economic development were \$2 million higher than in 1964-65 and costs of the community employment program at \$1 million were slightly less than in the previous year.

Northern administration

Outlays of this branch totalled \$44 million in 1965-66, an increase of \$8 million over the total for the previous fiscal year.

Costs of \$10 million for the education division and \$5 million for the welfare and industrial division compare with \$8 million and \$5 million respectively in the previous year. Costs of \$28 million in respect of the Yukon Territory and the Northwest Territories were \$6 million more than in the previous year.

National parks

Expenditures for this branch were \$29 million of which \$14 million was for administration, operation and maintenance and \$15 million for construction or acquisition of buildings, etc. In 1964-65 expenditures totalled \$25 million of which \$12 million was for administration, operation and maintenance and \$13 million for construction or acquisition.

Post Office

Costs of the Post Office Department of \$240 million charged to budgetary expenditure were \$30 million more than in 1964-65, due mainly to normal staff growth and to salary increases.

Costs of operations at \$161 million were \$26 million more than in the previous fiscal year and costs of movement of mail at \$73 million were \$4 million more.

Remuneration of postmasters and staffs at revenue and semi-staff offices and certain other authorized disbursements are paid from revenue. These payments at \$38 million (\$5 million more than in 1964-65) brought gross post office expenditures to \$278 million in 1965-66.

TABLE 57
(in millions of dollars)

POST OFFICE	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Charged to budgetary expenditure—			
Operations—salaries and other expenses of staff post offices, district offices and railway mail services; and supplies and equipment and other items for revenue post offices.....	160.9	135.4	25.5
Transportation—movement of mail by land, air and water.....	72.6	69.1	3.5
Financial services.....	3.6	3.4	0.2
Administration and general.....	3.1	2.6	0.5
	240.2	210.5	29.7
Charged to revenue—			
Operations—salaries of postmasters and staffs at revenue and semi-staff offices, commissions paid at sub-offices and other disbursements.....	38.5	33.3	5.2
	278.7	243.8	34.9

As gross post office receipts totalled \$276 million including the \$38 million used for authorized disbursements from revenue, gross expenditures of \$278 million exceeded gross receipts by \$2 million in 1965-66. In 1964-65 gross receipts were \$264 million and gross expenditures were \$244 million.

However, it is to be noted that post office expenditures do not reflect any payments for premises occupied by the Post Office Department or for certain accounting and miscellaneous services provided by other departments, nor does post office revenue reflect any receipts for the franking privilege covering parliamentary and departmental mail or for certain miscellaneous services provided for other government departments and agencies.

Public Works

Expenditures of the Department of Public Works amounted to \$257 million in 1965-66 compared with \$224 million in the previous fiscal year. The increase of \$33 million was due mainly to increases of \$14 million for accommodation services, \$6 million for roads, bridges and other engineering services, \$6 million for harbours and rivers engineering services and \$4 million for administration and general.

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, expenditures in respect of the purchasing and stores branch, except (1) the user stores of the purchasing and stores branch servicing the Ottawa area, Toronto and Montreal; (2) the purchasing and stores branch in districts other than Ottawa, Toronto and Montreal; and (3) the requirement unit and furniture investigation unit of this branch, and expenditures in respect of the control and supervision of all supplies and equipment used in performing the duties transferred, which in previous years were included under the Department of Public Works, are now included in the non-defence expenditures of the Department of Defence Production under the heading "All Other Departments"; and expenditures in respect of the defence research northern laboratory at Fort Churchill, Manitoba, which were included previously under the Department of Public Works, are now included in expenditures of the National Research Council. Previous years' figures have been amended for purposes of comparison.

TABLE 58
(in millions of dollars)

PUBLIC WORKS	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Accommodation services—			
Maintenance and operation of public buildings and grounds—			
Ottawa and Hull.....	24.4	20.2	4.2
Other than Ottawa and Hull.....	38.0	33.2	4.8
Office furniture and furnishings.....	4.1	2.3	1.8
Acquisition of equipment and furnishings other than office furnishings.....	1.2	1.5	—0.3
Construction, acquisition, major repairs, etc. of public buildings—			
Ottawa.....	17.0	15.1	1.9
Other than Ottawa.....	17.0	15.1	1.9
	101.7	87.4	14.3
Harbours and rivers engineering services—			
Operation and maintenance.....	7.4	7.0	0.4
Construction or acquisition of equipment.....	0.5	0.7	—0.2
Construction, acquisition, major repairs, etc. of harbour and river works.....	27.3	22.5	4.8
Payments under the winter works program.....	1.1		1.1
Dry dock subsidies.....	0.2	0.1	0.1
	36.5	30.3	6.2
Roads, bridges and other engineering services—			
Operation and maintenance.....	5.5	9.0	—3.5
Construction, acquisition, major repairs and improvements of, and plans and sites for, roads, bridges and other engineering works.....	4.8	2.4	2.4
Trans-Canada highway—			
Contributions to provinces under terms of the Trans-Canada Highway Act.....	83.4	76.1	7.3
Construction through national parks.....	0.3	0.2	0.1
	94.0	87.7	6.3
Testing laboratories.....	1.1	1.0	0.1
Federal share of an ice control structure.....	7.5	5.8	1.7
Administration and general.....	15.7	11.8	3.9
	256.5	224.0	32.5

Accommodation services

Outlays for maintenance and operation of public buildings and grounds were \$67 million of which \$24 million was in respect of Ottawa and Hull, \$38 million for other centres and \$4 million for office furniture and furnishings. Comparable amounts in 1964-65 were \$20 million in respect of Ottawa and Hull, \$33 million for other centres and \$2 million for office furniture and furnishings. Included in the 1965-66 expenditures for Ottawa were \$8 million for rentals of space occupied by government services and \$2 million for municipal and public utility services while similar expenditures for other centres were \$5 million for each service.

Costs of acquisition, construction and improvements of public buildings were \$34 million of which \$17 million was in respect of Ottawa and \$17 million in respect of other centres in Canada. Comparable amounts in 1964-65 were \$15 million for Ottawa and \$15 million for other centres.

Harbours and rivers engineering services

Expenditures in this category totalled \$37 million in 1965-66, \$6 million more than in 1964-65. Outlays for acquisition, construction and improvements of harbour and river works were \$27 million compared with \$23 million in 1964-65 and outlays for operation and maintenance were \$7 million in each year.

Roads, bridges and other engineering services

Expenditures in respect of roads, bridges and other engineering services amounted to \$94 million in 1965-66, an increase of \$6 million over the previous year's total.

Contributions of \$83 million to provinces under the terms of the Trans-Canada Highway Act were \$7 million higher than in 1964-65.

Operation and maintenance costs totalled \$6 million, mainly in respect of the northwest highway system, and costs of construction and acquisition were \$5 million. In 1964-65 operation and maintenance costs were \$9 million, mainly for the northwest highway system, and costs of construction and acquisition were \$2 million.

TABLE 59
(in millions of dollars)

CONTRIBUTIONS TO PROVINCES UNDER TRANS-CANADA HIGHWAY ACT	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Newfoundland.....	23.1	22.8	0.3
Nova Scotia.....	6.8	4.7	2.1
Prince Edward Island.....	1.1	1.1	
New Brunswick.....	13.7	8.0	5.7
Quebec.....	33.5	32.0	1.5
Ontario.....	3.0	3.7	-0.7
Manitoba.....	0.2	0.2	
Saskatchewan.....	0.2	0.1	0.1
Alberta.....	(1)	0.1	-0.1
British Columbia.....	1.8	3.4	-1.6
	83.4	76.1	7.3

(1) Less than \$50,000.

Federal share of an ice control structure

Expenditures totalling \$8 million were made during 1965-66 towards the federal share of the cost of construction of an ice control structure in the St. Lawrence river in the vicinity of the site of the 1967 world exhibition. Expenditures totalled \$6 million in 1964-65.

Administration and general

These expenditures totalled \$16 million compared with \$12 million in 1964-65. The increase was mainly attributable to higher expenditures for district offices.

Royal Canadian Mounted Police

Expenditures of the Royal Canadian Mounted Police were \$82 million compared with \$76 million in the previous fiscal year. Arising out of these expenditures and credited to revenue were receipts of \$16 million in each year.

TABLE 60
(in millions of dollars)

ROYAL CANADIAN MOUNTED POLICE	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Land, air and training divisions.....	59.5	55.9	3.6
Headquarters administration and national police services.....	10.7	9.8	0.9
Pensions and other benefits—			
Royal Canadian Mounted Police Pension Continuation Act.....	4.5	4.1	0.4
Royal Canadian Mounted Police superannuation account—			
Government's contribution.....	3.9	3.2	0.7
Amortization of deferred charges.....	1.0	1.0	
Other.....	0.2	0.2	
	9.6	8.5	1.1
Marine services.....	2.2	2.0	0.2
	82.0	76.2	5.8

Land, air and training divisions

These expenditures cover the costs of field divisions, the air division and training establishments. Field divisions are employed in the enforcement of federal statutes and provide policing services, under contract, to all provinces and territories, except Ontario and Quebec, and to various cities and towns.

Expenditures were \$60 million, \$4 million more than in 1964-65 due to higher operation and maintenance costs which were \$56 million in 1965-66 compared with \$52 million in the previous year. Arising from these expenditures and credited to revenue were receipts of \$16 million for police services, the same amount as was received in 1964-65.

Headquarters administration and national police services

Outlays of \$11 million were \$1 million more than in the previous fiscal year.

Marine services

Expenditures of \$2 million were the same amount as in 1964-65.

Pensions and other benefits

Under the Royal Canadian Mounted Police Pension Continuation Act ranks below that of commissioned officer are eligible for pensions on a non-contributory basis which cease on the death of the recipient. The pay of commissioned officers is subject to deductions for pensions. Deductions from the pay of commissioned officers are credited to revenue. Pensions in 1965-66 totalled \$5 million compared with \$4 million in 1964-65.

The government's contribution to the Royal Canadian Mounted Police superannuation account was \$5 million in 1965-66 compared with \$4 million in 1964-65. Included in these amounts is \$1 million to cover the annual amortization of actuarial deficiencies arising out of pay increases. A fuller explanation of this transaction is given in Section 4 of this volume under the asset category "deferred charges".

Secretary of State

Expenditures of the Department of the Secretary of State amounted to \$24 million, an increase of \$2 million over the previous fiscal year's total.

Centennial Commission

Centennial Commission expenditures of \$18 million were \$11 million higher than in 1964-65 due mainly to increases of \$5 million in outlays for programs and projects of national significance and \$5 million in payments to the centennial of confederation fund to enable grants to be made to the provinces for local projects of a lasting nature.

Other expenditures

These expenditures totalled \$6 million compared with \$15 million in 1964-65. The decrease was due mainly to the fact that there was no comparable expenditure in 1965-66 to the special grant of \$10 million made in 1964-65 to the Canada Council.

TABLE 61
(in millions of dollars)

SECRETARY OF STATE	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Centennial Commission—			
Programs and projects of national significance.....	7.6	2.5	5.1
Payment to the centennial of confederation fund.....	9.0	4.0	5.0
General administration.....	1.8	0.8	1.0
	18.4	7.3	11.1
Translation bureau.....	2.7	2.2	0.5
National Museum of Canada.....	1.7	1.4	0.3
Special grants—Canada Council Act.....		10.0	—10.0
Administration and general.....	1.2	1.0	0.2
	24.0	21.9	2.1

Solicitor General

Expenditures of the Solicitor General amounted to \$57 million compared with \$39 million in the previous fiscal year due to an increase in the costs of correctional services.

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, expenditures in respect of the Parole Act, Penitentiary Act, Prisons and Reformatories Act and para. (e) of section 4 of the Department of Justice Act, which in previous years were included under the Department of Justice, are now included in expenditures of the Office of the Solicitor General. Previous years figures have been amended for purposes of comparison.

Correctional services

Costs of operation and maintenance of penitentiaries were \$27 million, \$3 million more than in 1964-65 and costs of construction and acquisition were \$28 million, \$15 million more. Parole Act administration costs were \$1 million in each year.

Office of the Solicitor General

Expenses of the office of the Solicitor General totalled \$359 thousand compared with \$236 thousand in 1964-65.

TABLE 62
(in millions of dollars)

SOLICITOR GENERAL	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Correctional services—			
Administration of the Canadian penitentiaries service.....	0.8	0.8	
Operation and maintenance of penitentiaries.....	26.6	23.8	2.8
Parole Act administration.....	0.9	0.8	0.1
Construction or acquisition of buildings, works, land and equipment	28.2	13.6	14.6
	56.5	39.0	17.5
Office of the Solicitor General.....	0.4	0.3	0.1
	56.9	39.3	17.6

Trade and Commerce

Expenditures of the Department of Trade and Commerce amounted to \$46 million in 1965-66, \$9 million less than the 1964-65 total of \$55 million.

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, expenditures of the Canadian Wheat Board and of the National Energy Board, which in previous years were included in expenditures of the Department of Trade and Commerce, are now included in expenditures of the Departments of Finance and of Mines and Technical Surveys, respectively. Previous year's figures have been amended for purposes of comparison.

TABLE 63
(in millions of dollars)

TRADE AND COMMERCE	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Dominion Bureau of Statistics.....	15.6	13.5	2.1
Trade commissioner service.....	7.8	6.9	0.9
Canadian government travel bureau.....	6.3	4.9	1.4
Canadian corporation for the 1967 world exhibition—			
Canadian government participation.....	4.6	0.8	3.8
Payment to the corporation.....		18.6	—18.6
Acquisition of land.....		0.1	—0.1
	4.6	19.5	—14.9
Standards branch.....	3.5	3.3	0.2
Exhibitions branch.....	2.8	2.0	0.8
Administration and general.....	5.5	4.7	0.8
	46.1	54.8	—8.7

Dominion Bureau of Statistics

Outlays of \$16 million in respect of the Dominion Bureau of Statistics were \$2 million higher than in 1964-65.

Trade commissioner service

Expenditures of the trade commissioner service in 1965-66 were \$8 million and covered the administration and operation of the head office in Ottawa and 68 trade commissioner offices located in 46 countries. In 1964-65 comparable expenditures were \$7 million for approximately the same number of offices and locations.

Canadian government travel bureau

Outlays of \$6 million for the travel bureau for 1965-66, to assist in promoting the Canadian tourist business, were \$1 million higher than in the previous year.

Canadian corporation for the 1967 world exhibition

Outlays in respect of the Canadian corporation for the 1967 world exhibition were \$5 million compared with \$20 million in 1964-65. The decrease was due to the fact that no payment was made to the corporation in 1965-66 comparable to the payment of \$19 million in 1964-65, partly offset by an increase of \$4 million for Canadian government participation in the exhibition.

Standards branch

Expenditures cover the costs of electricity and gas inspections and weights and measures inspections. Costs of these services totalled \$3 million, approximately the same as in 1964-65. Arising from these expenditures were inspection fees collected and credited to revenue in the amount of \$2 million compared with \$2 million in 1964-65.

Exhibitions branch

Expenditures of this branch were \$3 million, \$1 million more than in 1964-65.

Transport

Expenditures of the Department of Transport, including the Board of Transport Commissioners, the Canadian Maritime Commission and the National Harbours Board, totalled \$509 million in

1965-66 compared with \$466 million in 1964-65. The main changes were increases of \$28 million in respect of the Board of Transport Commissioners for Canada, \$20 million for marine services, \$12 million for air services, \$10 million for the Canadian Maritime Commission and a decrease of \$19 million in respect of canals and works entrusted to The St. Lawrence Seaway Authority.

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, expenditures in respect of the purchasing establishment excepting therefrom the stores and contracts establishments, which in previous years were included under the Department of Transport, are now included in non-defence expenditures of the Department of Defence Production shown under the heading "All Other Departments". Previous year's figures have been amended for purposes of comparison.

TABLE 64
(in millions of dollars)

TRANSPORT	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Air services—			
Airports and other ground services.....	51.5	46.8	4.7
Radio aids to air and marine navigation.....	39.3	36.5	2.8
Meteorological services.....	23.7	21.8	1.9
Air traffic control.....	9.7	9.4	0.3
Control of civil aviation.....	6.2	6.7	—0.5
Radio Act and Regulations.....	4.1	3.5	0.6
Administration and general.....	8.5	6.8	1.7
	143.0	131.5	11.5
Railways and steamships—			
Construction or acquisition.....	23.8	10.2	13.6
Maritime Freight Rates Act—			
Difference between tariffs and normal tolls.....	15.1	14.7	0.4
Railway to Great Slave Lake.....	9.7	24.1	—14.4
Victoria Bridge.....	0.8	0.9	—0.1
Deficits—			
Canadian National Railways.....	33.4	38.7	—5.3
Newfoundland ferry and terminals.....	12.4	11.1	1.3
Prince Edward Island car ferry and terminals.....	4.2	4.0	0.2
Yarmouth, N.S.—Bar Harbour, Maine, U.S.A. ferry service..		0.1	—0.1
Other.....	0.7	0.2	0.5
	100.1	104.0	—3.9
Board of Transport Commissioners for Canada—			
Payments to the railways for the maintenance of the rates of freight traffic.....	87.6	68.7	18.9
Maintenance of trackage.....	7.0	7.0	
Contributions to the railway grade crossing fund.....	14.0	5.1	8.9
Administration and general.....	1.6	1.5	0.1
	110.2	82.3	27.9
Marine services—			
Canadian coast guard.....	49.1	38.0	11.1
Aids to navigation.....	14.6	10.9	3.7
Canals.....	8.5	7.0	1.5
Marine hydraulics including the St. Lawrence and Saguenay Rivers ship channels.....	5.9	3.0	2.9
Marine regulations.....	5.0	4.4	0.6
Administration and general.....	1.4	1.2	0.2
	84.5	64.5	20.0
Canadian Maritime Commission.....	50.3	40.6	9.7
Canals and works entrusted to The St. Lawrence Seaway Authority—			
Welland Canal deficit 1965.....	8.2		8.2
Welland Canal deficit 1959-64.....		27.1	—27.1
Other operating deficits and capital requirements.....	1.9	1.9	
	10.1	29.0	—18.9
National Harbours Board.....	4.8	7.6	—2.8
Administration and general.....	5.7	7.0	—1.3
	508.7	466.5	42.2

Air services

Expenditures of \$143 million in 1965-66 for air services were \$12 million more than the previous year's total of \$131 million.

Outlays of \$52 million for airports and other ground services were \$5 million more than in 1964-65, outlays of \$39 million for radio aids to air and marine navigation were \$3 million higher and costs of \$9 million for administration and general were \$2 million higher.

Costs of \$24 million for meteorological services, \$10 million for air traffic control, \$6 million for control of civil aviation and \$4 million in respect of the Radio Act and Regulations were approximately the same amounts as in 1964-65.

Railways and steamships

Expenditures for these services were \$100 million compared with \$104 million in 1964-65.

Costs of construction or acquisition of buildings, works, land, etc. were \$24 million, \$14 million higher than 1964-65 costs due mainly to improvements of the facilities, terminals, ships, etc., in ferry services; payments under the Maritime Freight Rates Act were \$15 million, \$1 million higher; and the subsidy of \$10 million in respect of a railway to Great Slave Lake was \$14 million less than in the previous year.

The charge of \$33 million to budgetary expenditure in 1965-66 to cover the 1965 operating deficit of the Canadian National Railways was \$5 million less than the charge of \$38 million in 1964-65 to cover the railway's 1964 operating deficit.

Other operating deficits charged to budgetary expenditure were \$12 million in respect of the Newfoundland Ferry and Terminals compared with \$11 million in 1964-65 and \$4 million in respect of the Prince Edward Island Car Ferry and Terminals, the same amount as in the previous year.

Board of Transport Commissioners

Expenditures in respect of the board were \$110 million, \$28 million more than in the previous year.

Payments to the railways for the maintenance of the rates of freight traffic amounted to \$88 million in 1965-66 compared with \$69 million in the previous fiscal year.

Section 468 of the Railway Act provides for payments to the Canadian Pacific Railway Company and the Canadian National Railway Company of amounts equal to the annual cost of maintaining the trackage between specified points, in Ontario, on the trans-continental lines of the said railways. During 1965-66 the Canadian Pacific Railway Company received \$4 million and the Canadian National Railway Company \$3 million for this purpose, the same as in 1964-65.

Section 265 of the Railway Act provides that sums appropriated and set apart to aid actual construction work for the protection, safety and convenience of the public in respect of railway crossings shall be placed to the credit of the railway grade crossing fund. In 1965-66 an amount of \$14 million was credited to the account and charged to budgetary expenditure, \$9 million more than in 1964-65.

Marine services

Expenditures of \$85 million for marine services were \$20 million higher than in 1964-65.

Outlays in respect of the Canadian coast guard were \$49 million, \$11 million more than in 1964-65; for aids to navigation they were \$15 million, \$4 million more due mainly to construction or acquisition of equipment; for canals they were \$9 million, \$2 million more; for marine hydraulics including the St. Lawrence and Saguenay Rivers ship channels they were \$6 million, \$3 million more; and for marine regulations they were \$5 million, \$1 million more than in the previous year.

Canadian Maritime Commission

Expenditures of the commission in the amount of \$50 million were \$10 million higher than in 1964-65 due mainly to an increase in capital subsidies for the construction of commercial and fishing vessels which totalled \$40 million in 1965-66 compared with \$32 million in 1964-65. Outlays of \$9

million in respect of steamship subventions for coastal services were \$1 million higher than in the previous year.

Canals and works entrusted to The St. Lawrence Seaway Authority

Expenditures of \$10 million were \$19 million less than in 1964-65, due mainly to the fact that the 1964-65 total included a payment of \$27 million covering the accumulated Welland Canal deficit for the calendar years 1959 to 1964 whereas the 1965-66 total includes a payment of \$8 million for the Welland Canal deficit for 1965.

National Harbours Board

Non-active advances to the board totalled \$5 million and included \$4 million to cover expenditures in connection with the 1967 world exhibition. In 1964-65 non-active advances totalled \$8 million and included \$6 million to cover expenditures in connection with the 1967 world exhibition.

Unemployment Insurance Commission

Expenditures for the commission, which were reported in previous Public Accounts as a separate heading under the Department of Labour, amounted to \$98 million compared with \$95 million in 1964-65.

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, the duties and functions of the unemployment insurance commission under sections 21 to 24, inclusive, of the Unemployment Insurance Act were transferred to the Department of Citizenship and Immigration.

The government's contribution to the fund in an amount equal to 20 per cent of the combined employee-employer contributions was \$66 million compared with \$62 million in 1964-65.

Costs of administration were \$32 million, slightly less than in the previous year.

Unemployment benefit payments are not charged to budgetary expenditure but are paid from the fund which is financed by equal contributions from employees and employers, by interest earned on investments and by the government's contribution of an amount equal to one fifth of the combined employee-employer contributions. Further information about the fund is given under the liability category "annuity, insurance and pension accounts".

TABLE 65
(in millions of dollars)

UNEMPLOYMENT INSURANCE COMMISSION	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Government's contribution to the unemployment insurance fund.....	65.6	62.1	3.5
Administration of the Unemployment Insurance Act.....	32.4	32.7	—0.3
	98.0	94.8	3.2

Veterans Affairs

Expenditures of the Department of Veterans Affairs were \$370 million, an increase of \$18 million over the 1964-65 total due mainly to increases of \$9 million in welfare services, allowances and other benefits and \$5 million in pensions for disability and death.

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, expenditures for prosthetic services which previously were included in expenditures of the Department of Veterans Affairs, are now included in expenditures of the Department of National Health and Welfare; and those in respect of the purchasing establishment except (1) the central medical stores section and (2) those other positions included in the purchasing establishment which are not predominately concerned with purchasing as carried out by the Department of Defence Production are now in-

cluded in expenditures of the Department of Defence Production. Previous year's figures have been amended for purposes of comparison.

TABLE 66
(in millions of dollars)

VETERANS AFFAIRS	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Pensions—			
Disability and death.....	185.6	180.3	5.3
Administration and general.....	2.8	2.8	
	188.4	183.1	5.3
Welfare services, allowances and other benefits—			
War veterans allowances and civilian allowances.....	99.9	92.9	7.0
Assistance under provisions of the Assistance Fund (War Veterans Allowances) Regulations.....	5.7	4.0	1.7
Veterans welfare services.....	4.0	3.8	0.2
Treatment and related allowances.....	2.6	2.7	—0.1
Administration and general.....	3.6	3.5	0.1
	115.8	106.9	8.9
Treatment services.....	49.9	46.8	3.1
Soldier settlement and veterans land act—			
Provision for reserve for conditional benefits.....	3.2	3.1	0.1
Administration and general.....	4.5	4.5	
	7.7	7.6	0.1
Administration and general.....	7.9	7.7	0.2
	369.7	352.1	17.6

Pensions

Expenditures in respect of pensions were \$188 million in 1965-66 compared with \$183 million in 1964-65. Pensions for disability or death which constitute the greatest part of these expenditures amounted to \$185 million, \$5 million more than in 1964-65. Administration and general costs at \$3 million were the same amount as in the previous year.

Shown in the following table are the number of awards in effect at March 31, 1946, 1965 and 1966 and the payments in each of the fiscal years ended on these dates for (a) disability pensions including additional pensions for dependents, and (b) pensions for dependents of deceased eligible persons, arising out of world war 1, world war 2, and miscellaneous service (which includes special force service, civilian world war 2 service, defence forces peace time service, burial grants for deceased pensioners, etc.):

TABLE 67

PENSIONS	Fiscal year ended March 31								
	1946			1965			1966		
	Number of awards March (in thousands)		Payments (in millions of dollars)	Number of awards March (in thousands)		Payments (in millions of dollars)	Number of awards March (in thousands)		Payments (in millions of dollars)
	Dis- ability	Depend- ent		Dis- ability	Depend- ent		Dis- ability	Depend- ent	
World war 1.....	72.6	17.1	37.3	36.2	14.2	60.3	33.7	14.0	60.3
World war 2.....	36.2	16.4	22.2	106.6	16.2	114.7	106.0	15.5	119.5
Miscellaneous.....	2.9	1.4	2.7	3.8	0.8	5.3	4.2	2.4	5.8
	111.7	34.9	62.2	146.6	31.2	180.3	143.9	31.9	185.6

Welfare services, allowances and other benefits

These payments amounted to \$116 million in 1965-66 compared with \$107 million in 1964-65. The increase was due mainly to an increase of \$7 million in payments made under the War Veterans Allowance Act and the Civilian War Pensions and Allowances Act. Payments under these acts, which amounted to \$100 million in 1965-66 compared with \$93 million in the previous year, are made principally to elderly, qualified persons who are incapable of maintaining themselves.

Treatment services

Costs of these services were \$50 million in 1965-66 compared with \$47 million in the previous year. The largest item in this category was \$47 million for operation of departmental hospitals, clinics, health and occupational centres and veterans homes and was \$3 million more than in 1964-65.

Soldier settlement and veterans land act

Payments in respect of the soldier settlement and veterans land act (including provisions for reserve for conditional benefits which amounted to \$3 million) were \$8 million in 1965-66, the same as in the previous fiscal year.

All Other Departments

Expenditures of the departments not dealt with individually amounted to \$64 million, an increase of \$25 million over the total for 1964-65.

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, expenditures for various services were transferred to and are now included in expenditures of the Department of Defence Production as follows: scientific and industrial research relating to the Canadian government specifications board from Privy Council; secretariat of the Canadian government specifications board from National Research Council; the purchasing establishment, excepting therefrom the stores and contracts establishments, from the Department of Transport; the purchasing and stores branch, except (1) the user stores of the purchasing and stores branch servicing the Ottawa area, Toronto and Montreal (2) the purchasing and stores branch in districts other than Ottawa, Toronto and Montreal and (3) the requirement unit and furniture investigation unit of this branch and the control and supervision of all supplies and equipment used in performing the duties transferred, from the Department of Public Works; purchasing except (1) immigration branch purchases of provisions for detention buildings and uniforms for officers and (2) Indian affairs branch purchases of Indian welfare and development supplies and the purchasing establishment excepting the stores establishment of the purchasing and stores division, from the Department of Citizenship and Immigration; and the purchasing establishment, except (1) the central medical stores section and (2) those other positions included in the purchasing establishment which are not predominately concerned with purchasing as carried out by the Department of Defence Production, from the Department of Veterans Affairs.

In addition to the above transfers and under authority of the same act, expenditures under the Combines Investigation Act in respect of the restrictive trade practices commission and the office of investigation and research and expenditures in respect of the Trade Marks Act, Copyright Act, Patent Act, Industrial Design and Union Label Act and the Timber Marking Act, which were included previously under expenditures of the Department of Justice, are now included in expenditures of the Privy Council. Previous year's figures have been amended for purposes of comparison.

The main changes were increases of \$12 million in respect of the Office of the Chief Electoral Officer due to the general election in 1965-66 and \$5 million in non-defence expenditures of the Department of Defence Production as a result of three new services (supply, purchasing and repair) coming into operation.

TABLE 68
(in millions of dollars)

ALL OTHER DEPARTMENTS	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Auditor General's Office.....	1.7	1.6	0.1
Board of Broadcast Governors.....	0.4	0.4	
Office of the Chief Electoral Officer.....	13.0	0.6	12.4
Civil Service Commission.....	8.0	6.2	1.8
Defence Production ⁽¹⁾	⁽²⁾ 8.5	3.1	5.4
Economic Council.....	1.1	0.8	0.3
Governor General and Lieutenant-Governors.....	0.7	0.7	
Industry ⁽¹⁾	5.4	3.3	2.1
Insurance.....	1.5	1.4	0.1
National Film Board.....	6.9	6.4	0.5
National Gallery of Canada.....	1.8	1.3	0.5
Privy Council.....	9.0	8.2	0.8
Public Archives and National Library.....	2.0	1.5	0.5
Public Printing and Stationery.....	3.0	2.7	0.3
Office of the Representation Commissioner.....	0.8	0.2	0.6
	63.8	38.4	25.4

⁽¹⁾ See also under defence expenditure at the beginning of this section.

⁽²⁾ The Canadian government supply service, Canadian government purchasing service and the Canadian government repair service came into operation substantially in 1965-66 and were the cause of the large increase in non-defence expenditure.

1965-66

PUBLIC ACCOUNTS

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ASSET AND LIABILITY ACCOUNTS

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ASSET AND LIABILITY ACCOUNTS

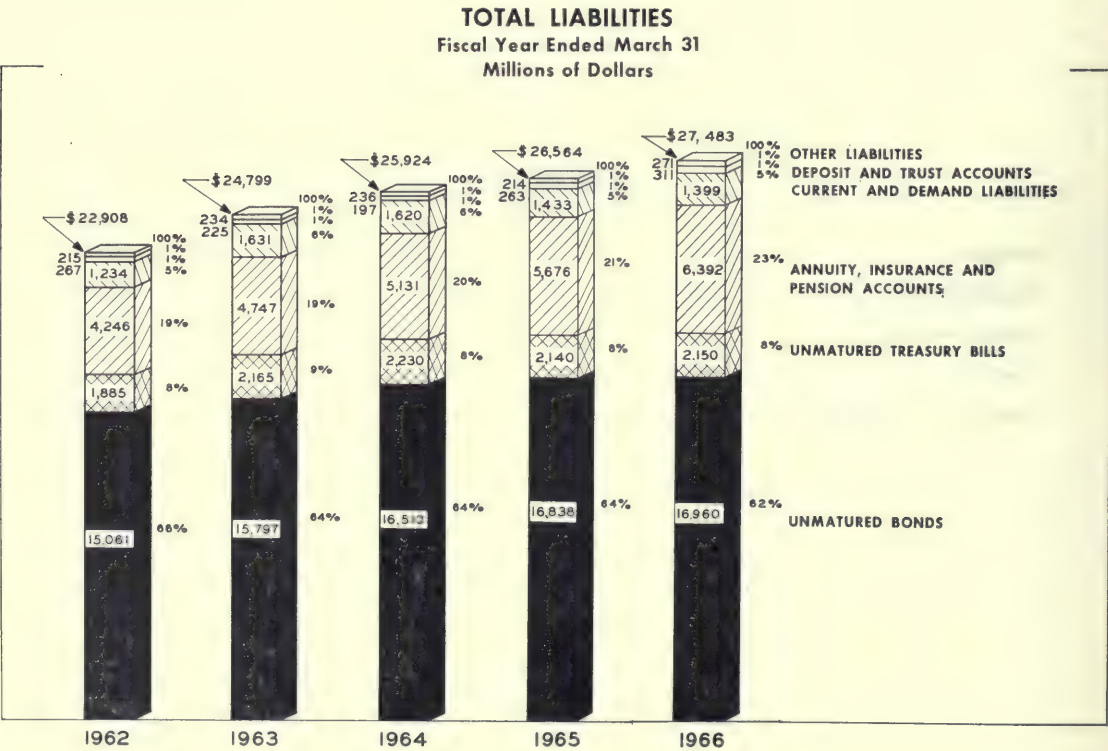
The statement of the assets and liabilities of Canada, as certified by the Auditor General, is presented in section 7 of this volume on a comparative basis, showing the balance of each of the principal classifications of accounts at March 31, 1966, the corresponding balance at March 31, 1965, and the increase or decrease during the fiscal year 1965-66. It is followed by explanatory notes and by detailed schedules of the accounts which are also presented on a comparative basis. A description of the structure and more significant features of the statement of assets and liabilities is given in section 1 of this volume.

SUMMARY

The gross liabilities of the government totalled \$27,483 million on March 31, 1966, an increase of \$919 million over the total at March 31, 1965. The main changes were increases of \$716 million in annuity, insurance and pension accounts, \$48 million in deposit and trust accounts and \$132 million in unmatured debt.

Net recorded assets totalled \$11,940 million at March 31, 1966, an increase of \$880 million over the total at March 31, 1965. The main changes were increases of \$663 million in loans to, and investments in, Crown corporations, \$123 million in other loans and investments, \$75 million in the exchange fund account and \$48 million in deferred charges.

The net debt of Canada, or the excess of liabilities over net recorded assets, was \$15,543 million at March 31, 1966 compared with \$15,504 million at March 31, 1965, an increase of \$39 million.



A condensed statement of the assets and liabilities of the Government of Canada at March 31, 1966 with comparative figures at March 31, 1965 and the net increases or decreases during the fiscal year 1965-66 is presented in the following table:

TABLE 1
SUMMARY OF ASSETS AND LIABILITIES OF CANADA
(in millions of dollars)

	Balance at March 31		Increase or decrease (—)
	1966	1965	
LIABILITIES			
Current and demand liabilities.....	1,398.8	1,432.6	—33.8
Deposit and trust accounts.....	310.7	262.8	47.9
Annuity, insurance and pension accounts.....	6,392.2	5,675.9	716.3
Undisbursed balances of appropriations to special accounts.....	101.9	95.7	6.2
Deferred credits.....	138.1	113.2	24.9
Suspense accounts.....	31.4	5.5	25.9
Unmatured debt.....	19,109.8	18,978.2	131.6
Total liabilities.....	27,482.9	26,563.9	919.0
ASSETS			
Current assets.....	1,016.0	1,075.4	—59.4
Cash in blocked currency.....	1.0		1.0
Advances to the exchange fund account.....	2,696.0	2,621.0	75.0
Investment in special United States of America securities—Columbia River Treaty.....	187.2	219.5	—32.3
Canada pension plan investment fund.....	34.9		34.9
Loans to, and investments in, Crown corporations.....	5,553.2	4,948.3	604.9
Recovery likely to require parliamentary appropriations.....	105.9	48.0	57.9
	5,659.1	4,996.3	662.8
Loans to national governments.....	1,215.5	1,195.9	19.6
Recovery likely to require parliamentary appropriations.....	9.7	10.7	—1.0
	1,225.2	1,206.6	18.6
Other loans and investments.....	1,259.0	1,136.3	122.7
Recovery likely to require parliamentary appropriations.....	4.2	3.8	0.4
	1,263.2	1,140.1	123.1
Securities held in trust.....	52.0	43.6	8.4
Deferred charges.....	256.5	208.6	47.9
Capital assets.....	(1)	(1)	
Inactive loans and investments.....	94.8	94.8	
Total recorded assets.....	12,485.9	11,605.9	880.0
Less reserve for losses on realization of assets.....	—546.4	—546.4	
Net recorded assets.....	11,939.5	11,059.5	880.0
Net debt, represented by excess of liabilities over net recorded assets..	15,543.4	15,504.4	(2)39.0

(1) Shown at nominal value of \$1.

(2) Reflecting the budgetary deficit of \$39 million.

LIABILITY ACCOUNTS

Current and demand liabilities

These liabilities, which consist of obligations of the government payable currently or on demand, totalled \$1,399 million at March 31, 1966 compared with \$1,433 million at March 31, 1965, a decrease of \$34 million.

The main changes were a decrease of \$113 million in non-interest-bearing notes payable on demand and increases of \$23 million in interest accrued, \$18 million in outstanding treasury cheques and \$16 million in accounts payable.

Non-interest-bearing notes

Non-interest-bearing notes represent those portions of Canada's equities in the capital of certain international agencies which are not covered by cash or gold. Notes in respect of the international monetary fund were \$233 million compared with \$345 million at March 31, 1965 and notes in respect of the international development association were \$22 million compared with \$23 million.

Accounts payable and outstanding treasury cheques

Accounts payable, which represent treasury cheques issued in April 1966 but which were applicable to the 1965-66 fiscal year, totalled \$380 million. At March 31, 1965 the corresponding figure was \$364 million. Outstanding treasury cheques which represent payments made prior to March 31, 1966 totalled \$332 million compared with \$315 million at March 31, 1965. The increases in these accounts reflect to a degree the greater expenditures in 1965-66.

Interest accrued

Interest accrued, which represents interest on the public debt not due and payable until some future date, was \$254 million compared with \$231 million at March 31, 1965 reflecting the increase in unmatured debt and in interest rates.

Interest due and outstanding

Interest due and outstanding at \$111 million was \$9 million higher than at March 31, 1965.

TABLE 2
(in millions of dollars)

CURRENT AND DEMAND LIABILITIES	Balance at March 31		Increase or decrease (—)
	1966	1965	
Outstanding treasury cheques.....	332.9	315.1	17.8
Accounts payable.....	380.3	363.9	16.4
Non-interest-bearing notes payable to—			
The international development association.....	22.4	22.9	—0.5
The international monetary fund.....	233.0	345.0	—112.0
	255.4	367.9	—112.5
Matured debt outstanding.....	27.3	19.1	8.2
Interest due and outstanding.....	110.9	102.0	8.9
Interest accrued.....	254.3	231.2	23.1
Post office—outstanding money orders.....	27.5	26.6	0.9
Outstanding letter of credit cheques.....	8.5	6.0	2.5
Other current liabilities.....	1.7	0.8	0.9
	1,398.8	1,432.6	—33.8

Deposit and trust accounts

Sundry funds deposited with, or held in trust by, the Receiver General of Canada for various purposes are recorded in these accounts.

These funds totalled \$311 million at March 31, 1966 compared with \$263 million at March 31, 1965. The increase of \$48 million during the year was due mainly to increases of \$18 million in the provincial tax collection agreements account, \$8 million in the National Harbours Board special accounts and \$7 million in Canadian vessel construction assistance.

TABLE 3

(in millions of dollars)

DEPOSIT AND TRUST ACCOUNTS	Balance at March 31		Increase or decrease (—)
	1966	1965	
Indian trust funds.....	32.0	31.1	0.9
Guarantee deposits—			
National Revenue.....	5.6	5.3	0.3
Northern Affairs and National Resources.....	33.5	29.2	4.3
	39.1	34.5	4.6
Post office savings bank.....	22.0	23.3	—1.3
Crown corporations deposits—			
Atomic Energy of Canada Limited.....	5.0	5.0	
Canadian Arsenals Limited.....		0.1	—0.1
Crown Assets Disposal Corporation.....	0.7	0.4	0.3
Eldorado Mining and Refining Limited.....	10.0	11.2	—1.2
Export Credits Insurance Corporation.....	14.0	10.0	4.0
Northern Ontario Pipe Line Crown Corporation.....	0.7	0.7	
	30.4	27.4	3.0
Canadian Pension Commission—administration trust fund.....	15.2	14.5	0.7
National Harbours Board—special accounts.....	21.6	13.5	8.1
Instalment purchase of bonds, public service.....	13.6	13.2	0.4
Contractors holdbacks.....	10.4	8.8	1.6
Contractors securities—sundry departments—			
Bonds.....	3.5	4.2	—0.7
Cash.....	1.5	1.6	—0.1
Certified cheques.....	0.2	0.2	
	5.2	6.0	—0.8
Army benevolent fund.....	5.4	5.6	—0.2
Canadian Arsenals Limited pension fund.....	1.0	1.0	
Canadian vessel construction assistance.....	7.0	0.5	6.5
Common school funds—Ontario and Quebec.....	2.7	2.7	
Emergency gold mining assistance—holdbacks.....	2.3	2.3	
Federal Republic of Germany.....	2.5		2.5
Immigration guarantee fund.....	1.6	1.3	0.3
National Research Council—special fund.....	2.2	2.3	—0.1
Northwest Territories revenue account.....	3.4	2.7	0.7
Permanent services deferred pay.....	3.5	3.4	0.1
Prairie farm emergency fund.....	3.3		3.3
Provincial tax collection agreements account.....	66.3	48.8	17.5
Royal Canadian Mint—prepayments.....	0.5	3.1	—2.6
Veterans land act trust account—general.....	7.0	4.5	2.5
United States of America.....	0.6	1.6	—1.0
Veterans care trust fund.....	3.0	2.7	0.3
Other.....	8.9	8.0	0.9
	310.7	262.8	47.9

Indian trust funds

This account records moneys belonging to Indian bands throughout Canada. Interest, at various rates, is credited thereto and charged to the budgetary expenditure item "interest on public debt".

The balance at March 31, 1966 was \$32 million compared with \$31 million at March 31, 1965. Interest of \$1 million was credited during the year.

Crown corporations deposits

In 1957-58 the Governor in Council, in accordance with section 81(2) of the Financial Administration Act, authorized Crown corporations to deposit in the consolidated revenue fund, with the approval of the appropriate Minister and the Minister of Finance, that portion of their cash which was temporarily in excess of their current requirements. Such deposits to earn interest on minimum monthly balances at a rate determined on the basis of weekly three-month treasury bill yields.

Total deposits were \$30 million at March 31, 1966 compared with \$27 million at March 31, 1965. There was an increase of \$4 million in deposits of the Export Credits Insurance Corporation partly offset by a decrease of \$1 million in deposits of the Eldorado Mining and Refining Limited. The deposit of \$14 million of the Export Credits Insurance Corporation, corresponding to the paid up capital of \$5 million and paid up capital surplus of \$5 million which the corporation received from the consolidated revenue fund in previous years, plus the accumulated net earnings of \$4 million on the original capital investment in the corporation, is non-interest-bearing. See the asset account "loans to, and investments in, Crown corporations" for further details.

Guarantee deposits

These consist of cash and securities deposited with the Department of National Revenue as a guarantee of payment of customs duties and excise taxes on imported goods and of sales and excise taxes payable by licencees, and with the Department of Northern Affairs and National Resources as guarantees for oil, mineral and timber rights and licencees. Cash deposits are placed in the consolidated revenue fund and no interest is payable thereon. Bonds are held in the custody of the Minister of Finance and are recorded as a contra account in the asset category "securities held in trust".

At March 31, 1966 there was a balance of \$39 million in these accounts of which \$33 million was in respect of the Department of Northern Affairs and National Resources and \$6 million was in respect of the Department of National Revenue. Comparable amounts at March 31, 1965 were \$34 million of which \$29 million was in respect of the Department of Northern Affairs and National Resources and \$5 million in respect of the Department of National Revenue.

Provincial tax collection agreements account

This account records transactions in respect of federal-provincial tax collection agreements.

The balance in the account at March 31, 1966 was \$66 million an increase of \$18 million over the balance at March 31, 1965.

Canadian vessel construction assistance

This account records deposits by owners of vessels who have claimed special depreciation under the Income Tax Act and is charged with funds used for replacement of such vessels.

The balance in the account at March 31, 1966 was \$7 million compared with \$478 thousand at March 31, 1965. The increase was due to deposits of \$12 million partly offset by releases of \$6 million during the year.

Contractors securities (sundry departments)

By regulations established under authority of section 39 of the Financial Administration Act, contractors are required to furnish security for the satisfactory performance of the work. These

securities are recorded in this account. Cash deposits hereto are deposited in the consolidated revenue fund and bear interest at the rate of $2\frac{1}{2}$ per cent per annum, compounded annually. Securities, which consist of bonds and certified cheques, are held by the Minister of Finance and are recorded as a contra account in the asset category "securities held in trust".

At March 31, 1966 there was a balance of \$5 million in the contractors securities account, \$1 million less than at March 31, 1965.

National Harbours Board—special accounts

These accounts, which are maintained in accordance with section 23 of the National Harbours Board Act, totalled \$22 million at March 31, 1966 compared with \$14 million at March 31, 1965.

Current revenues are credited to special account No. 1 and expenditures for operating and maintenance are charged thereto. This account increased from \$2 million to \$4 million during 1965-66.

Cash deposits received from contractors as a guarantee for satisfactory completion of construction projects are credited to special account No. 2. There was a balance of \$210 thousand in the account at March 31, 1966 compared with \$376 thousand at March 31, 1965.

Transactions in respect of the various reserve funds for the replacement of fixed assets, fire and general insurance, and other miscellaneous funds are recorded in special account No. 3. This account increased from \$11 million to \$17 million during 1965-66.

Annuity, insurance and pension accounts

This category records the government's liability in respect of various annuity, insurance and pension accounts.

The balances in these accounts totalled \$6,392 million at March 31, 1966 compared with \$5,676 million at March 31, 1965, an increase of \$716 million, due mainly to transactions in the superannuation accounts, the old age security fund account and the new Canada pension plan account.

TABLE 4
(in millions of dollars)

ANNUITY, INSURANCE AND PENSION ACCOUNTS	Balance at March 31		Increase or decrease (—)
	1966	1965	
Unemployment insurance fund.....	162.2	58.3	103.9
Less investment in bonds and accrued interest.....	—148.6	—44.0	—104.6
Uninvested funds on deposit with the government.....	13.6	14.3	—0.7
Superannuation accounts—			
Public service.....	2,390.4	2,161.8	228.6
Canadian forces.....	2,184.2	2,028.1	156.1
Royal Canadian Mounted Police.....	65.4	57.7	7.7
	4,640.0	4,247.6	392.4
Canada pension plan account.....	89.4		89.4
Government annuities.....	1,317.1	1,303.2	13.9
Old age security fund.....	217.0		217.0
Other.....	115.1	110.8	4.3
	6,392.2	5,675.9	716.3

Unemployment insurance fund

The balance in this fund at March 31, 1966 was \$162 million (of which \$21 million represented a liability for unredeemed warrants and deposits from employers) and consisted of \$148 million invested in special government bonds (including accrued interest) and \$14 million on deposit with the Receiver General of Canada. At March 31, 1965 the balance was \$58 million (of which \$18

million represented a liability for unredeemed warrants and deposits from employers) and consisted of \$44 million invested in special government bonds (including accrued interest) and \$14 million on deposit with the Receiver General of Canada.

TABLE 5
(in millions of dollars)

UNEMPLOYMENT INSURANCE FUND	Fiscal year ended March 31				
	1962	1963	1964	1965	1966
Revenue—					
Contributions—					
Employee and employer ⁽¹⁾	277.8	286.4	296.6	310.8	328.3
Government ⁽²⁾	55.5	57.3	59.3	62.1	65.7
Net income from investments.....	6.2	2.5	1.1	1.8	4.7
Other income.....	0.1	0.1	0.1	0.1	0.1
	339.6	346.3	357.1	374.8	398.8
Expenditure—					
Benefit payments.....	—454.7	—403.2	—365.7	—335.0	—297.8
Interest on loans.....	—3.0		—0.2	—0.2	
Excess of revenue over expenditure or expenditure over revenue(—).....	—118.1	—56.9	—8.8	39.6	101.0
Balance at credit of fund at fiscal year-end.....	66.6	9.7	0.9	40.5	141.5
Unredeemed benefit warrants and deposits from employers.....	11.6	16.7	15.9	17.8	20.7
	78.2	26.4	16.8	58.3	162.2
Investment in bonds and accrued interest.....	—63.6	—11.8		—44.0	—148.6
Balance on deposit with the government.....	14.6	14.6	16.8	14.3	13.6

⁽¹⁾ Contributions by employees and employers are on an equal basis.

⁽²⁾ Government contribution is equal to 20 per cent of the combined employee-employer contributions.

Receipts of \$399 million during the fiscal year included employee and employer contributions of \$328 million, the government's contribution of \$66 million and \$5 million in interest from investments. As benefit payments totalled \$298 million there was a net gain of \$101 million during 1965-66. In 1964-65 receipts totalled \$375 million (including employee and employer contributions of \$311 million, the government's contribution of \$62 million and \$2 million income from investments) and benefit payments totalled \$335 million, resulting in a net gain of \$40 million for the year.

Public service superannuation account

The balance in this account was \$2,390 million at March 31, 1966 compared with \$2,162 million at March 31, 1965.

Receipts of \$299 million consisted of interest of \$89 million credited to the account by the government, a credit of \$80 million to provide for additional liabilities resulting from salary revisions made in 1965-66, contributions of \$66 million by individuals, the government's contribution of \$58 million, contributions of \$4 million by certain Crown corporations and \$2 million from other sources. Contributions by the government and Crown corporations are equal to the estimated current and prior service payments of individuals in 1964-65. Interest at 4 per cent per annum is credited to the account quarterly and is computed quarterly on the outstanding balance at the end of the previous quarter.

The credit of \$80 million to the fund to provide for additional liabilities arising out of pay increases was charged to "unamortized portions of actuarial deficiencies" recorded in the asset category "deferred charges". An explanation of this transaction is given under that category.

Disbursements totalled \$70 million and included \$58 million in annuities and \$11 million in withdrawals of contributions.

In 1964-65 receipts totalled \$369 million and disbursements totalled \$64 million.

Canadian forces superannuation account

The balance in this account at March 31, 1966 was \$2,184 million, an increase of \$156 million over the balance at March 31, 1965.

Receipts of \$193 million included \$83 million in interest credited by the government, \$59 million in regular contributions by the government, \$34 million in contributions by personnel, and a credit of \$17 million for additional liabilities resulting from increased rates of pay for certain ranks. Regular government contributions are made at the rate of one and two-thirds times the current and prior service contributions by personnel. Interest at 4 per cent per annum is credited to the account quarterly and is computed quarterly on the outstanding balance at the end of the previous quarter.

The credit of \$17 million to the fund to provide for additional liabilities arising out of pay increases was charged to "unamortized portions of actuarial deficiencies" recorded in the asset category "deferred charges". An explanation is given under that category.

Disbursements of \$37 million included \$27 million in pensions and retiring allowances and \$10 million in cash termination allowances and return of contributions.

In 1964-65 receipts were \$237 million and disbursements were \$30 million.

Royal Canadian Mounted Police superannuation account

The balance of \$65 million in this account at March 31, 1966 was \$7 million more than the balance of \$58 million at March 31, 1965.

Receipts of \$8 million consisted of \$4 million in contributions by the government, \$2 million in contributions by personnel and \$2 million in interest credited to the account by the government. Government contributions are made at the rate of one and two-thirds times the current and prior service contributions by personnel. Interest at 4 per cent per annum is credited to the account quarterly and is computed quarterly on the outstanding balance at the end of the previous quarter.

Disbursements totalled \$1 million and included annuities and allowances of \$509 thousand and cash termination allowances and return of contributions of \$326 thousand.

In 1964-65 receipts were \$12 million and disbursements were \$666 thousand.

Canada pension plan account

This is a new account set up under provisions of the Canada Pension Plan Act which became effective January 1, 1966.

Credits to the fund consist of all amounts received as, or on account of, contributions under the act, interest earned on securities of Canada or the provinces purchased by the Minister of Finance on behalf of the Canada pension plan and interest earned on the operating balance of the fund on deposit with the Receiver General of Canada. Charges to the account consist of benefit payments under the act and the administration costs of the act.

During 1965-66 credits to the account totalled \$95 million and consisted mainly of contributions and a small amount of interest on the operating balance. Charges to the account were \$6 million and consisted of accumulated administrative costs. There were no benefit payments during the year.

The amount by which the operating balance of the Canada pension plan account in any month exceeds the estimated amount required to meet all payments in the following three-month period is available for the purchase of securities of participating provinces. Securities of Canada shall be purchased with the excess remaining after purchasing securities of each province as required. During the year securities totalling \$35 million were purchased and are recorded in the asset account "Canada pension plan investment fund".

TABLE 6
(in millions of dollars)

CANADA PENSION PLAN ACCOUNT	Balance at March 31, 1966
Revenue—	
Contributions.....	94.9
Interest on operating balance.....	(1)
Total revenue.....	94.9
Expenditure—	
Administrative expenses.....	—5.5
Balance at credit of fund.....	89.4
Less investment in securities held in the Canada pension plan investment fund.....	—34.8
Operating balance on deposit with the government.....	54.6

(1) Less than \$50,000.

Government annuities

The balance in this account was \$1,317 million at March 31, 1966, an increase of \$14 million over the balance of \$1,303 million at March 31, 1965. Receipts of \$78 million included \$28 million from premiums and \$50 million in interest from the government. Disbursements of \$64 million consisted of \$62 million in vested annuity and commuted value payments and refunds of premiums and \$2 million transferred to non-tax revenue — miscellaneous, representing the amount of the fund in excess of the valuation of annuities outstanding as at March 31, 1966. In 1964-65 receipts amounted to \$79 million and disbursements were \$60 million.

Old age security fund

The Old Age Security Act, 1951 directed that this fund be established and that credits to the fund should consist of a 2 per cent sales tax, a 2 per cent tax (maximum tax \$60) on individual incomes and a 2 per cent tax on corporation incomes, and that pension payments of \$40 per month be paid to all eligible persons over 70 years of age. Payments were effective from January 1952.

Amendments to the act have increased these tax rates: on individual incomes to 3 per cent (maximum tax \$90) effective July 1, 1959 and to 4 per cent (maximum tax \$120) effective January 1, 1964; on corporation incomes to 3 per cent on January 1, 1959; and on sales to 3 per cent on April 10, 1959.

Pension rates also have been increased by amendments to the act: to \$46 per month effective July 1, 1957; to \$55 per month effective November 1, 1957; to \$65 per month effective February 1, 1962 and to \$75 per month effective October 1, 1963.

The act was further amended to authorize pension payments effective January 1966 to all persons who satisfy the residence requirements of the act and who had attained the age of 69 years on or before January 1, 1966; the age limit being reduced by one on January 1st of each subsequent year until 1970.

During 1965-66 receipts of \$1,169 million exceeded pension payments of \$927 million by \$242 million. Temporary loans of \$25 million to the fund by the Minister of Finance at March 31, 1965 were repaid leaving a balance of \$217 million in the fund at March 31, 1966. Receipts consisted of \$522 million from the sales tax, \$495 million from the tax on personal incomes and \$152 million from the tax on corporation profits.

In 1964-65 receipts of \$960 million exceeded pension payments of \$885 million and the balance of \$75 million was applied against an outstanding loan of \$100 million reducing the loans to the fund at March 31, 1965 to \$25 million.

TABLE 7
(in millions of dollars)

OLD AGE SECURITY FUND	Fiscal year ended March 31				
	1962	1963	1964	1965	1966
Tax receipts—					
Sales tax.....	284.9	302.2	331.8	383.2	522.1
Personal income tax.....	259.0	273.7	302.6	431.9	494.9
Corporation income tax.....	100.1	115.2	115.7	145.2	152.3
Total tax receipts.....	644.0	691.1	750.1	960.3	1,169.3
Pension payments.....	—625.1	—734.4	—808.4	—885.3	—927.3
Excess of receipts over payments.....	18.9	—43.3	—58.3	75.0	242.0
Temporary loans brought forward.....	—17.3		—41.7	—100.0	—25.0
Balance in fund brought forward.....		1.6			
Temporary loans by the Minister of Finance to cover deficit in fund.....		41.7	100.0	25.0	
Balance in fund.....	1.6				217.0

A distribution by provinces of pension payments from the old age security fund is shown in the following table:

TABLE 8
(in millions of dollars)

OLD AGE SECURITY PAYMENTS	Fiscal year ended March 31		Increase
	1966	1965	
Newfoundland.....	17.6	16.8	0.8
Nova Scotia.....	42.0	40.4	1.6
Prince Edward Island.....	7.4	7.1	0.3
New Brunswick.....	31.0	29.8	1.2
Quebec.....	201.0	189.7	11.3
Ontario.....	337.2	321.1	16.1
Manitoba.....	55.5	53.4	2.1
Saskatchewan.....	56.8	55.1	1.7
Alberta.....	62.8	60.0	2.8
British Columbia.....	115.3	111.3	4.0
Northwest and Yukon Territories.....	0.7	0.6	0.1
	927.3	885.3	42.0

The following table shows the number of pensioners to whom payments were made in the month of March and the total payments in each of the fiscal years ended March 31, 1962 to 1966 inclusive:

TABLE 9
OLD AGE SECURITY PENSIONS

FISCAL YEAR ENDED MARCH 31	Number of pensioners, March (in thousands)	Payments (in millions of dollars)
1962.....	928	625.1
1963.....	951	734.4
1964.....	972	808.4
1965.....	994	885.3
1966.....	1,106	927.3

Undisbursed balances of appropriations to special accounts

These special accounts record the undisbursed balances of appropriations for which moneys have been appropriated by parliament and from which disbursements may be made for authorized purposes in periods subsequent to that in which the appropriation was made.

There was a net increase of \$6 million in these accounts during 1965-66 bringing the balance to \$102 million at March 31, 1966.

TABLE 10
(in millions of dollars)

UNDISBURSED BALANCES OF APPROPRIATIONS TO SPECIAL ACCOUNTS	Balance at March 31		Increase or decrease (—)
	1966	1965	
International assistance account.....	78.7	82.3	—3.6
Railway grade crossing fund.....	11.0	6.9	4.1
Centennial of confederation fund.....	10.5	6.0	4.5
National capital fund.....	1.6	0.4	1.2
Other.....	0.1	0.1	
	101.9	95.7	6.2

International assistance account

This account was established under Department of External Affairs Vote 33d, Appropriation Act No. 2, 1965, for payment of economic, technical and educational assistance to developing countries and for special administrative expenses in connection therewith, including authority to engage advisers or experts for service in the said developing countries and to provide educational and technical training for persons from the said countries, in accordance with regulations prescribed by the Governor in Council.

Department of External Affairs Vote 35e of the 1965-66 estimates provided that the unexpended balance (which was \$32 million) of the sub-vote for international development assistance within External Affairs Vote 35 be credited to this account. Disbursements from the fund were \$35 million, resulting in a balance of \$79 million in the account at March 31, 1966. At March 31, 1965 the balance in the account was \$82 million.

Railway grade crossing fund

This fund was established under authority of section 265 of the Railway Act, as amended, to aid actual construction work for the protection, safety and convenience of the public in respect of crossings.

The balance of \$11 million in the railway grade crossing fund at March 31, 1966 was \$4 million higher than at the previous fiscal year-end. The amount credited to the fund by the government and charged to budgetary expenditure was \$14 million and disbursements were \$10 million.

In 1964-65 disbursements were \$16 million and the credit by the government was \$5 million.

National capital fund

The National Capital Act established this fund to finance the cost of capital projects, as approved by the Governor in Council, in the national capital area.

The balance in the national capital fund was \$2 million at March 31, 1966 compared with \$425 thousand at the previous fiscal year-end. Credits of \$12 million to the fund by the government were partly offset by disbursements of \$11 million. During 1964-65, \$5 million was credited to the fund by the government and disbursements were \$11 million.

Centennial of confederation fund

This fund is operated under authority of the Centennial of Canadian Confederation Act for the purpose of making grants to any province or to any organization, the objects of which are similar to the objects of the administration, for the observance of the centennial of confederation of Canada.

The balance in the fund was \$11 million at March 31, 1966, an increase of approximately \$5 million over the balance at the previous fiscal year-end. During 1965-66 an amount of \$9 million was credited to the fund by the government and charged to budgetary expenditure. Disbursements from the fund were \$4 million.

Deferred credits

Recorded in these accounts are amounts due to the government in respect of which payment has been deferred. These are contra accounts to corresponding items under the following asset categories: "loans to, and investments in, Crown corporations", "loans to national governments" and "other loans and investments".

Balances in these accounts at March 31, 1966 totalled \$138 million, \$25 million higher than balances at March 31, 1965.

Also included in this category are premiums, received on the issue of Government of Canada bonds, which are being credited to interest on public debt on a monthly amortization basis.

TABLE 11
(in millions of dollars)

DEFERRED CREDITS	Balance at March 31		Increase or decrease (—)
	1966	1965	
Deferred interest—			
Atomic Energy of Canada Limited.....	(1)	(1)	
Government of India.....	0.3		0.3
Northern Canada Power Commission.....	2.2	2.2	
The St. Lawrence Seaway Authority.....	45.2	38.7	6.5
United Kingdom Financial Agreement Act, 1946.....	83.0	63.8	19.2
	130.7	104.7	26.0
Balances receivable under agreements of sale of Crown assets.....	1.3	3.0	—1.7
Crown Assets Disposal Corporation—government equity.....	5.0	5.5	—0.5
Unamortized premium on loans.....	1.1		1.1
	138.1	113.2	24.9

(1) Less than \$50,000.

Deferred interest

There was a net increase of \$26 million in deferred interest during 1965-66 bringing the balance at March 31, 1966 to \$131 million.

Deferred interest in respect of The St. Lawrence Seaway Authority, which is a contra account to a corresponding item in "loans to, and investments in, Crown corporations" increased by \$7 million to \$45 million at March 31, 1966. During the year there was an additional deferment of interest in the amount of \$16 million which was due on December 31, 1965 and repayments totalled \$9 million.

Deferred interest in respect of the loan under the United Kingdom Financial Agreement Act, 1946, which is a contra account to a corresponding item in "loans to national governments", totalled \$83 million at March 31, 1966 compared with \$64 million at March 31, 1965. Interest due December 31, 1965 amounting to \$19 million was deferred. An explanation is given under the asset category "loans to national governments".

Deferred interest on loans to the Northern Canada Power Commission was \$2 million at March 31, 1966, the same amount as at March 31, 1965. Advances are made to the commission for various projects in the Yukon Territory and the Northwest Territories and in respect of the Provinces of Nova Scotia, New Brunswick and Newfoundland pursuant to the Atlantic Provinces Power Development Act. Upon completion of a project, accrued interest is capitalized and added to the original amount of the advance to be repayable in thirty or forty (as the case may be) equal annual instalments. The interest so capitalized is recorded as deferred interest until such time as payments are received. This is a contra account to amounts included in "loans to, and investments in, Crown corporations" and "other loans and investments".

Balances receivable under agreements of sale of Crown assets

These are contra accounts to corresponding items under "other loans and investments".

Certain Crown-owned assets, such as land, buildings, machinery, equipment, etc., are sold under specific agreements of sale. When agreements of sale have been made the value of these properties are recorded under "other loans and investments" with contra accounts being recorded as deferred credits. As payments are received and credited to the asset account, a charge is made to the deferred credit account with a corresponding credit to "non-tax revenue—proceeds from sales."

During the year payments of approximately \$2 million were received, resulting in a balance of \$1 million at March 31, 1966. There were no new agreements of sale during the year.

Crown Assets Disposal Corporation—government equity

This is a contra account to a corresponding asset account which records the government equity in the agency account of Crown Assets Disposal Corporation under "other loans and investments".

The balance in the account at March 31, 1966 was \$5 million, slightly less than at the previous fiscal year-end.

Unamortized premium on loans

This is a new account set up to record premiums received on the issue of Government of Canada bonds, and which are being credited to the budgetary expenditure item "interest on public debt" on a monthly amortization basis.

Government of Canada bonds issued on September 1, 1965 and maturing on October 1, 1969 in the amount of \$145 million were sold at \$100.75 and bonds issued on December 1, 1965 and maturing on April 1, 1969 in the amount of \$100 million were sold at \$100.25.

Total credits during the year were \$1,337,500 and charges amortized and credited to interest on public debt were \$180,357.

Suspense accounts

These consist of balances where some uncertainty as to disposition exists.

There was a net increase of \$26 million in these accounts during the year bringing outstanding balances to \$31 million at March 31, 1966. The increase was due mainly to two new accounts "surplus Crown assets" which had a balance of \$9 million at March 31, 1966 and "provision for estimated premium on redemption of bonds" which had a balance of \$15 million at March 31, 1966.

TABLE 12
(in millions of dollars)

SUSPENSE ACCOUNTS	Balance at March 31		Increase or decrease (—)
	1966	1965	
Provision for estimated premium on redemption of bonds.	15.0		15.0
Surplus Crown assets.	9.1		9.1
Unclaimed cheques.	1.2	1.3	—0.1
Replacement of materiel, sec. 11, National Defence Act.	0.6	0.6	
Other.	5.5	3.6	1.9
	31.4	5.5	25.9

Provision for estimated premium on redemption of bonds

This account records the estimated amount of the prorated provision to March 31, 1966 for the premium due at maturity on the then outstanding 1959 series of Canada savings bonds.

Surplus Crown assets

This is a new account established by Vote 48 of the Department of National Defence 1965-66 estimates and is credited with (a) all revenue received during the current and subsequent fiscal years from the sale of surplus materials, supplies and equipment and (b) revenues received during the current and subsequent fiscal years from the sale during the current fiscal year of surplus buildings, works and land. The account is debited with expenditures, subject to the approval of Treasury Board, for any of the purposes of the Department of National Defence. The balance of \$9 million consists of credits to the account during the year. There were no disbursements.

Unclaimed cheques

Comptroller of the Treasury cheques, except those drawn on asset or liability accounts, which remain undelivered for certain specified periods subsequent to date of issue are credited to this account pending claims therefor. If a cheque remains unclaimed for 10 years the amount is debited hereto and credited to miscellaneous non-tax revenue.

The balance at March 31, 1966 was \$1 million, approximately the same as at March 31, 1965.

Replacement of materiel account

This account, which was established by section 11 of the National Defence Act, is credited with amounts realized from the sale of materiel that has not been declared surplus to requirements but has been authorized by the Governor in Council to be sold to other countries. The account is debited with disbursements for procurement of replacement materiel. During 1965-66 credits to and disbursements from the account were approximately \$1 million each, leaving a balance of \$1 million at March 31, 1966 the same amount as at March 31, 1965.

Unmatured debt

Unmatured debt consists of government bonds and treasury bills. The balance at March 31, 1966 was \$19,110 million, a net increase of \$132 million over the balance of \$18,978 million at March 31, 1965.

Obligations payable in Canada increased by \$137 million and those payable in New York decreased by \$5 million during the year.

The details of the various loan issues, maturities and redemptions during 1965-66 are described in section 6 of this volume.

TABLE 13
(in millions of dollars)

UNMATURED DEBT	Balance at March 31		Increase or decrease (—)
	1966	1965	
Payable in Canada—			
Marketable bonds.....	10,711.5	10,866.4	—154.9
Non-marketable bonds—			
Canada savings bonds.....	5,733.2	5,552.4	180.8
Canada pension plan.....	0.1		0.1
Unemployment Insurance Commission.....	144.0	43.0	101.0
	16,588.8	16,461.8	127.0
Treasury bills.....	2,150.0	2,140.0	10.0
	18,738.8	18,601.8	137.0
Payable in New York ^{(1) (2)}	371.0	376.4	—5.4
	19,109.8	18,978.2	131.6

⁽¹⁾ Marketable bonds.

⁽²⁾ Converted at the official parity rate of \$1 U.S. = \$1.08108 Canadian.

Payable in Canada

Marketable bonds amounted to \$10,712 million at March 31, 1966 compared with \$10,867 million at March 31, 1965. During the year issues matured or redeemed totalled \$1,705 million and new issues totalled \$1,550 million resulting in a net decrease of \$155 million.

Non-marketable bonds which consist of Canada savings bonds, special bonds issued to the Unemployment Insurance Commission and special bonds issued to the Canada pension plan totalled \$5,877 million compared with \$5,595 million at March 31, 1965 an increase of \$282 million. Canada savings bonds matured or redeemed during the year totalled \$773 million and new issues totalled \$954 million, a net increase of \$181 million. Special Unemployment Insurance Commission bonds redeemed during the year totalled \$43 million and new issues totalled \$144 million, a net increase of \$101 million. Special Canada pension plan bonds are a new category and are issued in accordance with terms of the Canada Pension Plan Act for that portion of the fund which is available for investment and which is not invested in provincial bonds. During the year bonds totalling \$102 thousand were issued.

Treasury bills totalled \$2,150 million at March 31, 1966 compared with \$2,140 million at March 31, 1965, a net increase of \$10 million.

Payable in New York

Unmatured debt payable in New York was \$371 million at March 31, 1966, \$5 million less than the previous year-end total of \$376 million.

The decrease was due to a partial redemption of the 5 per cent loan issued on October 15, 1962 and maturing on October 15, 1987. Bonds of this issue are subject to partial redemption on each interest payment date in a principal amount of \$2½ million.

ASSET ACCOUNTS

Current assets

These accounts consist of various cash accounts, working capital advances and the securities investment account.

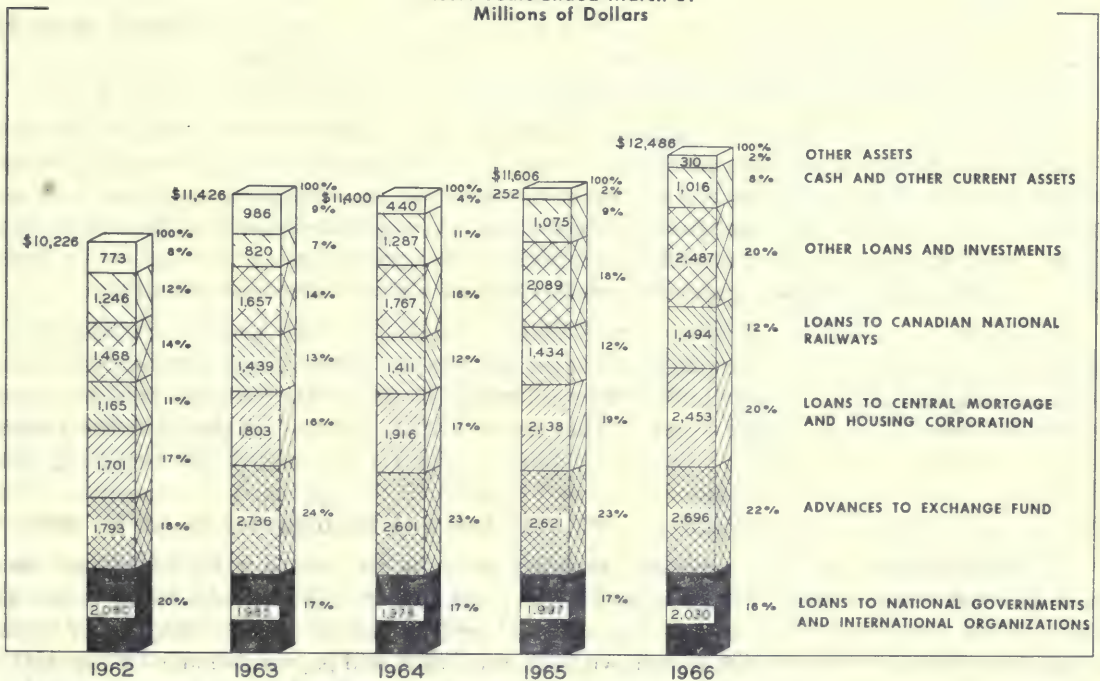
Total current assets at \$1,016 million were \$59 million less than at March 31, 1965. The main changes were decreases of \$47 million in cash in current and special deposits, \$44 million in cash in hands of collectors and in transit, \$13 million in departmental working capital advances and increases of \$26 million in moneys received after March 31 but applicable to the current year and \$19 million in the securities investment account.

TABLE 14
(in millions of dollars)

CURRENT ASSETS	Balance at March 31		Increase or decrease (—)
	1966	1965	
Cash accounts —			
Cash in current and special deposits ⁽¹⁾	635.0	682.3	—47.3
Cash in hands of collectors and in transit	124.1	168.0	—43.9
Moneys received after March 31 but applicable to the current year ...	42.9	17.0	25.9
Post Office — cash on hand and in transit	11.9	12.1	—0.2
	813.9	879.4	—65.5
Departmental working capital advances —			
Agricultural commodities stabilization account	5.4	23.2	—17.8
Defence production revolving fund	22.6	30.2	—7.6
Miscellaneous departmental imprest and advance accounts	21.1	18.6	2.5
Royal Canadian Mint	14.8	18.7	—3.9
Stockpiling of uranium concentrates	37.1	24.4	12.7
Other	19.6	18.4	1.2
	120.6	133.5	—12.9
Securities investment account	81.5	62.5	19.0
	1,016.0	1,075.4	—59.4

⁽¹⁾ Receiver General year-end balances in London, New York, Paris and Bonn are at the Canadian dollar equivalent of exchange rates at March 31.

TOTAL ASSETS¹
Fiscal Years Ended March 31
Millions of Dollars



¹ As shown on table "Summary of assets and liabilities". This chart does not reflect the reserve for losses on realization of assets.

Cash accounts

Cash in current and special deposits with the Bank of Canada and the chartered banks totalled \$635 million at March 31, 1966 compared with \$682 million at March 31, 1965. The decrease of \$47 million was due to the budgetary deficit of \$39 million and net requirements of \$8 million for non-budgetary transactions (including unmatured debt transactions). A more detailed explanation of the cash transactions is given in section 5 of this volume.

Cash in hands of collectors and in transit represents moneys received by public officers on or before March 31, but not deposited to the credit of the Receiver General until after that date. At March 31, 1966 these moneys totalled \$124 million, \$44 million less than at March 31, 1965.

Moneys received after March 31, 1966 but applicable to the fiscal year 1965-66 amounted to \$43 million, \$26 million more than at the end of the previous fiscal year.

Post office receipts in hands of postmasters and in transit totalled \$12 million approximately the same as at March 31, 1965.

Departmental working capital advances

These accounts record advances outstanding at the close of the fiscal year for working funds for certain departmental activities.

The agricultural commodities stabilization account records the operations of the Agricultural Stabilization Board which was established under provisions of the Agricultural Stabilization Act to take such action as necessary to stabilize the price of agricultural commodities at their respective prescribed prices. Outstanding advances were \$5 million at March 31, 1966, \$18 million less than at March 31, 1965.

The operating loss of the Board amounted to \$38 million and resulted from deficiency payments of \$7 million, payments of \$29 million for stabilization of prices and losses of \$2 million on trading operations. This loss was charged to the 1965-66 budgetary expenditures of the Department of Agriculture, together with a \$1 million carry over of the 1964-65 operating loss.

In 1964-65 the operating loss was \$56 million and resulted from deficiency payments of \$2 million, payments of \$42 million for stabilization of prices and losses of \$12 million on trading operations. Of this loss \$55 million was charged to the 1964-65 budgetary expenditures of the Department of Agriculture together with a \$2 million carry over of the 1963-64 operating loss.

The defence production revolving fund records the cost of materials procured for use in the manufacture of defence equipment until such time as they are billed to the Department of National Defence or sold to defence contractors for use in the manufacture of defence equipment, as well as working capital loans and advances for their production. During 1965-66 proceeds from sales of \$62 million exceeded purchases of \$55 million, bringing the balance in the account to \$23 million at March 31, 1966. During 1964-65 purchases totalled \$84 million and sales were \$82 million.

Miscellaneous departmental imprest and advance accounts record accountable advances to departments held on deposit in various banks in the name of the department concerned, and certain travelling and imprest advances to public officers. During the fiscal year these advances are carried as charges to the relevant appropriations; if they are accounted for but not repaid at the year-end they are cleared from the appropriation and debited to this account and at the beginning of the new fiscal year are cleared from the account and charged to the appropriation concerned. These advances totalled \$21 million at March 31, 1966 compared with \$19 million at March 31, 1965.

The Royal Canadian Mint maintains separate accounts for bronze, gold, nickel and silver. These accounts record transactions in respect of the purchases and sales of gold, silver, bronze and nickel. Debits represent the value of all metals purchased for the minting of coinage and medals, the net face value of mutilated coin withdrawn from circulation and payments made by the mint for newly-mined gold, old jewellery, etc. Credits represent the face value of all coin issued to the Bank

of Canada, gold bullion transferred to the Bank of Canada and sales of silver bullion, fine gold, medals, etc. The balances at March 31, 1966 totalled \$15 million and included \$10 million in respect of silver, \$2 million in respect of gold, \$1 million in respect of nickel and \$1 million in respect of bronze. Comparable balances in 1964-65 were \$12 million for silver, \$5 million for gold, \$1 million for bronze and \$100 thousand for nickel.

The stockpiling of uranium concentrates account records the acquisition of uranium concentrates in accordance with contracts entered into with the approval of the Governor in Council by the Eldorado Mining and Refining Limited on behalf of Her Majesty in right of Canada with certain mining companies. The balance in the account was \$37 million at March 31, 1966, an increase of \$13 million over the total at the previous year-end.

Securities investment account

Section 17 of the Financial Administration Act authorizes the Minister of Finance, when he deems it advisable for the sound and efficient management of public money or the public debt to purchase, acquire and hold securities of or guaranteed by the government and to sell any such securities purchased or acquired.

This account records these holdings at amortized cost. Amortization is calculated to date of maturity on bonds purchased at a discount, and to call date if one is given (otherwise to date of maturity) on bonds purchased at a premium. Also included are Canada savings bonds at par for resale to subscribers under the government employees instalment purchase plan, and securities assigned to the Minister of Finance from the Canadian Arsenal's pension fund for liquidation by the Minister and payment into the public service superannuation account on or before March 31, 1967.

At March 31, 1966 these holdings totalled \$82 million of which \$49 million was in respect of government loans, \$32 million in respect of the employees instalment purchase plan and \$1 million in respect of the Canadian Arsenal's Limited pension fund. At March 31, 1965 holdings totalled \$63 million and consisted of \$31 million in respect of the employees instalment purchase plan, \$31 million in respect of government loans and \$1 million in respect of the Canadian Arsenal's Limited pension fund.

Cash in blocked currency

Notes of Industrias Forestales, S.A. and Compania Manufacturera de Papeles y Cartones, S.A. held by the Export Credits Insurance Corporation could not be paid in accordance with their terms because the Chilean Government was unable to make available the necessary Canadian currency for payment in Canada. An alternative scheme has been devised whereby the debtors can continue to make their payments on the notes; the Export Credits Insurance Corporation will receive the payments in Chile in Canadian dollars and the amount upon receipt will be paid to the Receiver General of Canada into a blocked account established by the Receiver General with the Central Bank of Chile, the Government of Chile to pay interest of 6 per cent per annum on the sums held in this account in dollars directly to the Receiver General of Canada in Ottawa.

The Government of Chile agreed to the withdrawal of these funds from this account of 20 per cent of the deposits made to the account in 1965 in each of the years 1968 to 1972 and 20 per cent of the deposits made to the account in 1966 in each of the years 1969 to 1973. Withdrawals will be payable on April 1 and October 1.

Advances to the exchange fund account

Advances during the year to the exchange fund account to finance the purchase of gold and foreign exchange totalled \$1,121 million and repayments totalled \$1,046 million resulting in a balance of \$2,696 million at March 31, 1966.

During 1964-65 advances of \$699 million and repayments of \$679 million resulted in a balance of \$2,621 million at March 31, 1965.

Investments in special United States of America securities — Columbia River Treaty

This account records the special securities issued in 1964-65 by the Government of the United States of America and purchased by Canada pursuant to agreements made to carry out the Columbia River Treaty between the Government of the United States and the Government of Canada. During 1965-66 securities in the amount of \$32 million were redeemed leaving a balance of \$187 million at March 31, 1966.

Canada pension plan investment fund

The Canada pension plan investment fund is a new account to record securities purchased under the Canada Pension Plan Act and the sale of these securities. The amount by which the operating balance of the Canada pension plan account in any month exceeds the estimated amount required to meet all payments in the following three-month period is available for the purchase of securities of participating provinces. Securities of Canada shall be purchased with the excess remaining after purchasing securities of each province as required. The holdings in the account at March 31, 1966 were \$35 million of which \$100 thousand was in federal government securities.

Loans to, and investments in, Crown corporations

Loans and investments included in this category totalled \$5,659 million at March 31, 1966, \$663 million more than the March 31, 1965 total of \$4,996 million. Increases of \$315 million in loans to Central Mortgage and Housing Corporation, \$147 million in loans to the Farm Credit Corporation, \$60 million to the Canadian National Railways, \$44 million to the Canadian Corporation for the 1967 World Exhibition and \$36 million in loans under sec. 21A of the Export Credits Insurance Act were the main changes.

TABLE 15
(in millions of dollars)

LOANS TO, AND INVESTMENTS IN, CROWN CORPORATIONS	Balance at March 31		Increase or decrease (—)
	1966	1965	
Atomic Energy of Canada Limited.....	77.6	65.7	11.9
Bank of Canada.....	5.9	5.9	
Canadian Arsenal Limited.....	5.0	7.5	—2.5
Canadian Broadcasting Corporation.....	3.0	3.0	
Canadian Commercial Corporation.....	5.5	3.5	2.0
Canadian National Railways.....	1,489.7	1,430.6	59.1
Air Canada.....	4.3	3.6	0.7
	1,494.0	1,434.2	59.8
Canadian Overseas Telecommunication Corporation.....	52.5	55.1	—2.6
Central Mortgage and Housing Corporation.....	2,452.9	2,137.8	315.1
Eldorado Mining and Refining Limited.....	8.2	8.2	
Export Credits Insurance Corporation.....	128.2	91.8	36.4
Farm Credit Corporation.....	588.4	441.4	147.0
National Capital Commission.....	32.1	26.1	6.0
National Harbours Board.....	202.8	199.8	3.0
Northern Canada Power Commission.....	29.9	27.8	2.1
Polymer Corporation Limited.....	30.0	30.0	
The St. Lawrence Seaway Authority —			
Loans.....	326.7	326.5	0.2
Deferred interest.....	45.2	38.7	6.5
Interest-free loans.....	64.0	44.0	20.0
	435.9	409.2	26.7
Recovery likely to require parliamentary appropriations—			
Canadian Broadcasting Corporation.....	26.7	14.2	12.5
Canadian Corporation for the 1967 World Exhibition.....	44.0		44.0
National Capital Commission—Greenbelt.....	35.2	33.8	1.4
	105.9	48.0	57.9
Other Crown Corporations.....	1.3	1.3	
	5,659.1	4,996.3	662.8

Atomic Energy of Canada Limited

At March 31, 1966 there was a balance in this account of \$78 million consisting of an investment of \$15 million by the government in capital stock, and loans of \$63 million of which \$48 million was in respect of the Douglas Point generating station. Comparable amounts at March 31, 1965 were \$66 million consisting of \$15 million in capital stock and loans of \$51 million of which \$42 million was for the Douglas Point generating station.

Canadian Broadcasting Corporation

There was no change in the advance for working capital during 1965-66, the balance remaining at \$3 million at March 31, 1966. During the year advances to the corporation for the purpose of capital expenditures amounted to \$13 million, bringing the total advances to \$27 million at March 31, 1966. Recovery of these advances is likely to require parliamentary appropriations in subsequent fiscal years.

Canadian Corporation for the 1967 World Exhibition

This is a new account authorized in the amount of \$80 million by Department of Finance Vote L26b to record the acquisition of securities issued by the corporation in accordance with the Canadian Corporation for the 1967 World Exhibition Act. The balance in the account at March 31, 1966 was \$44 million. Recovery of these advances is likely to require parliamentary appropriations in subsequent fiscal years.

Canadian National Railways (including Air Canada)

At March 31, 1966 outstanding advances were \$1,490 million to the Canadian National Railways and \$4 million to Air Canada compared with \$1,431 million and \$3 million respectively at March 31, 1965.

TABLE 16
(in millions of dollars)

ADVANCES TO THE CANADIAN NATIONAL RAILWAYS	Balance at March 31		Increase or decrease (—)
	1966	1965	
Capital Revision Act, 1952—			
Preferred stock.....	1,044.3	1,020.2	24.1
Twenty-year obligation.....	100.0	100.0	
Financing and Guarantee Act, 1960.....	27.0	27.0	
Financing and Guarantee Act, 1961.....	28.4	28.4	
Refunding Act, 1955.....	273.0	238.0	35.0
Canadian Government Railways.....	17.0	17.0	
Air Canada.....	4.3	3.6	0.7
	1,494.0	1,434.2	59.8

During 1965-66 the government made available \$99 million to the company and received repayments of \$39 million, resulting in a net increase of \$60 million in outstanding advances. In 1964-65 advances were \$68 million and repayments were \$45 million.

TABLE 17
(in millions of dollars)

ADVANCES TO, AND REPAYMENTS BY, THE CANADIAN NATIONAL RAILWAYS	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Advances—			
For the refunding of debt.....	35.0		35.0
For interim financing of income deficits—			
Canadian National Railways.....	33.4	38.7	—5.3
Air Canada.....	6.0	4.6	1.4
Total advances.....	74.4	43.3	31.1
Purchase of 4 per cent preferred stock (C.N.R. Capital Revision Act, 1952).....	24.1	24.7	—0.6
	98.5	68.0	30.5
Repayments—			
Advances for interim financing of income deficits—			
Canadian National Railways.....	—33.4	—38.7	5.3
Air Canada.....	—5.3	—6.0	0.7
	—38.7	—44.7	6.0
Net increase or decrease (—) during the fiscal year.....	59.8	23.3	36.5

In 1965-66 the government advanced to the company \$35 million for the refunding of debt in the hands of the public.

To assist the company to finance further capital expenditure during the year, the government purchased \$24 million of the 4 per cent preferred stock of the company. This stock is issued under the authority of the Canadian National Railways Capital Revision Act, 1952, in an amount equal to 3 per cent of the gross revenue of the company.

The government also provided the company with temporary loans of \$33 million in respect of its 1965 deficit which were repaid when the deficit was charged to the 1965-66 budgetary expenditures.

At March 31, 1965 temporary loans of \$3 million were outstanding to Air Canada in respect of its 1965 operations. An additional \$2 million was advanced during the year for its 1965 operations. These were repaid by the company during 1965-66. However, additional loans of \$4 million were made in 1965-66 in respect of the company's 1966 operations.

Central Mortgage and Housing Corporation

At March 31, 1966 outstanding loans to the corporation amounted to \$2,453 million consisting of the Crown's investment of \$25 million in the capital of the corporation and \$2,428 million in advances. At March 31, 1965 comparable amounts were \$25 million in respect of capital and \$2,113 million in advances.

TABLE 18
(in millions of dollars)

ADVANCES TO CENTRAL MORTGAGE AND HOUSING CORPORATION	Balance at March 31		Increase or decrease (—)
	1966	1965	
Direct lending and limited dividend housing.....	2,028.3	1,780.8	247.5
Federal-provincial projects—housing.....	113.4	112.2	1.2
Loan and mortgage purchase fund.....	17.9		17.9
Municipal sewage treatment.....	99.2	82.1	17.1
University housing.....	96.4	61.7	34.7
Housing projects.....	72.7	76.0	—3.3
Capital stock.....	25.0	25.0	
	2,452.9	2,137.8	315.1

During 1965-66 advances to the corporation totalled \$514 million and repayments were \$199 million. In 1964-65 advances were \$314 million and repayments were \$92 million.

Advances included \$404 million for direct lending and limited dividend housing compared with \$249 million in 1964-65, \$5 million for federal-provincial projects for housing compared with \$10 million, \$40 million for municipal sewage treatment compared with \$29 million and \$35 million for university housing compared with \$27 million. Also included were advances of \$30 million for the purpose of making loans to holders of National Housing Act mortgages. These are recorded in a new account "loan and mortgage purchase fund". There were no comparable advances in 1964-65.

Repayments consisted of \$156 million for direct lending and limited dividend housing compared with \$75 million in 1964-65, \$3 million for federal-provincial projects for housing compared with \$5 million, \$12 million for loan and mortgage purchase fund, \$23 million for municipal sewage treatment compared with \$8 million and \$3 million in respect of acquisition or construction of real estate, approximately the same as in 1964-65.

TABLE 19
(in millions of dollars)

ADVANCES TO, AND REPAYMENTS BY, CENTRAL MORTGAGE AND HOUSING CORPORATION	Fiscal year ended March 31		Increase or decrease (—)
	1966	1965	
Advances—			
Direct lending and limited dividend housing.....	403.8	248.5	155.3
Federal-provincial projects—housing.....	4.5	10.0	—5.5
Loan and mortgage purchase fund.....	30.0		30.0
Municipal sewage treatment.....	40.4	28.5	11.9
University housing.....	35.0	26.5	8.5
	513.7	313.5	200.2
Repayments—			
Direct lending and limited dividend housing.....	—156.3	—74.9	—81.4
Federal-provincial projects—housing.....	—3.3	—4.8	1.5
Loan and mortgage purchase fund.....	—12.1		—12.1
Municipal sewage treatment.....	—23.3	—8.4	—14.9
University housing.....	—0.3	—0.2	—0.1
Acquisition or construction of real estate.....	—3.3	—3.5	0.2
	—198.6	—91.8	—106.8
Net increase during the fiscal year.....	315.1	221.7	93.4

Export Credits Insurance Corporation

The outstanding balance of \$128 million in this account at March 31, 1966 consisted of \$5 million for capital stock, \$5 million for working capital and \$118 million for loans under section 21A of the Export Credits Insurance Act. This section of the act authorizes the making of loans, on security of a guaranteed instrument, to the corporation by the Minister of Finance. Comparable amounts in 1964-65 were \$5 million for capital stock, \$5 million for working capital and \$82 million for loans.

The main changes were increases of \$11 million in respect of India, \$9 million in respect of Mexico and \$7 million in respect of the Philippines.

Farm Credit Corporation

The government provides loans to the corporation which makes loans on farm property. The balance of \$588 million in the account at March 31, 1966 consisted of the Crown's investment of \$23 million in the capital of the corporation and \$565 million in loans and advances. At March 31, 1965 the balance was \$441 million consisting of capital investment of \$17 million and loans and advances of \$424 million.

The 1965-66 transactions in the account consisted of additional subscriptions by the government of \$6 million to the capital of the corporation, loans and advances of \$162 million and repayments by the corporation of \$21 million. In 1964-65 additional subscriptions were \$4 million, loans and advances were \$112 million and repayments were \$13 million.

National Capital Commission

Loans during the year to acquire property in the "Greenbelt" area were \$1 million and repayments were \$95 thousand bringing the balance to \$35 million at March 31, 1966. In 1964-65 loans were \$3 million and repayments were \$316 thousand bringing the balance to \$34 million at March 31, 1965. Recovery of these loans is likely to require parliamentary appropriation in subsequent fiscal years.

Loans to acquire property excluding the "Greenbelt" area were \$9 million and repayments were \$3 million and bringing the balance to \$32 million at March 31, 1966. In 1964-65 loans were \$8 million and repayments were \$4 million bringing the balance to \$26 million at March 31, 1965.

The St. Lawrence Seaway Authority

Outstanding obligations in this account at March 31, 1966 amounted to \$436 million and comprised \$327 million in interest-bearing loans, \$64 million in interest-free loans and \$45 million in deferred interest. At March 31, 1965 outstanding obligations were \$409 million consisting of \$326 million in interest-bearing loans, \$44 million in interest-free loans and \$39 million in deferred interest.

Interest-free loans during the year totalled \$28 million and included \$9 million in respect of the operations of the Welland Canal. The operating deficit of the Welland Canal for 1965 in the amount of \$8 million was charged to budgetary expenditure and credited hereto resulting in a net increase of \$20 million in interest-free loans during the year. Deferred interest increased by \$7 million during the year as a result of interest of \$16 million due on December 31, 1965 being deferred and charged to the account and a repayment by the authority of \$9 million.

Other Crown Corporations

Advances to the Canadian Commercial Corporation increased by \$2 million during 1965-66, advances to the National Harbours Board increased by \$3 million, advances to the Canadian Arsenals Limited decreased by \$2 million and advances to the Canadian Overseas Telecommunication Corporation decreased by \$3 million.

Loans to national governments

Loans in this category totalled \$1,225 million at March 31, 1966 compared with \$1,206 million at March 31, 1965. The main change was an increase of \$19 million in loans to the United Kingdom.

TABLE 20
(in millions of dollars)

LOANS TO NATIONAL GOVERNMENTS	Balance at March 31		Increase or decrease (—)
	1966	1965	
Loans to United Kingdom—			
The United Kingdom Financial Agreement Act, 1946.....	995.1	995.1	
Deferred interest.....	83.0	63.8	19.2
	1,078.1	1,058.9	19.2
Loans under the Export Credits Insurance Act, Part II—			
Belgium.....	25.4	27.7	—2.3
France.....	67.0	67.0	
The Netherlands.....	32.1	32.1	
	124.5	126.8	—2.3
Special loans to Colombo plan countries to finance the purchase of wheat and flour from Canada—			
Ceylon.....	0.5	0.8	—0.3
Recovery likely to require parliamentary appropriations—			
India.....	9.4	10.7	—1.3
Deferred interest.....	0.3		0.3
	10.2	11.5	—1.3
Miscellaneous—			
India—loan for purchase of aircraft and associated spare parts	6.4	8.6	—2.2
France—interim credit—consolidated interest.....	0.7	0.7	
Special loan assistance—developing countries.....	5.2		5.2
Other.....	0.1	0.1	
	12.4	9.4	3.0
	1,225.2	1,206.6	18.6

Loan to United Kingdom

Under authority of the United Kingdom Financial Agreement Act, 1946, a credit of \$1,250 million was extended to the United Kingdom government. The purpose of the credit was to facilitate purchases by the United Kingdom of goods and services in Canada and to assist in making it possible for that government to meet transitional postwar deficits in its current balance of payments, to maintain adequate reserves of gold and dollars, and to assume the obligations of multilateral trade.

The amount of the credit drawn by December 31, 1951 was \$1,185 million and was to be repaid in 50 annual instalments beginning on that date with interest at 2 per cent per annum.

The Government of the United Kingdom deferred the payment of principal and interest due December 31, 1965, the principal outstanding at March 31, 1966 remaining at \$995 million and deferred interest increasing by \$19 million to \$83 million. The deferment of principal and interest is by an agreement between the Government of Canada and the Government of the United Kingdom that was approved by a 1957 Act to amend the United Kingdom Financial Agreement Act, 1946. The agreement, which became effective April 29, 1957, permits the United Kingdom in lieu of any right of waiver hitherto existing to defer after December 31, 1956, seven instalments of principal and interest under certain conditions. The first of any such deferred instalments is payable on December 31, 2001 and the others annually thereafter, in order. Interest at 2 per cent is payable on deferred instalments of both principal and interest. In accordance with this agreement the United Kingdom has deferred interest due on December 31, 1956 and principal and interest due December 31, 1957, December 31, 1964 and December 31, 1965.

Export Credits Insurance Act, Part II

Advances under Part II of the Export Credits Insurance Act to Belgium, France and The Netherlands to assist them in the purchasing of goods in Canada were reduced to \$125 million at March 31, 1966. The decrease of \$2 million was the regular annual payment by the Government of Belgium. There were no repayments by the Governments of France and The Netherlands as each of these countries had made advance payments in 1962-63 covering instalments up to and including the 1969 instalment.

Special loans to Colombo plan countries

These loans which were made to Colombo plan countries to finance the purchase of wheat and flour by them from Canada totalled \$10 million at March 31, 1966, \$9 million to India and \$1 million to Ceylon. Repayments during 1965-66 were \$1 million, mostly by India. No new loans were made during the year. Recovery of the loan to India, including the deferred interest, is likely to require parliamentary appropriations.

Miscellaneous loans and advances

Loans to India for the purchase in Canada of aircraft and associated spare parts totalled \$6 million at March 31, 1966, a decrease of \$2 million from the total at March 31, 1965.

The special loan assistance—developing countries account is a new account which records loans, not to exceed \$50 million, which are subject to terms and conditions as the Governor in Council may approve, for the purpose of undertaking agreed upon economic, educational and technical projects. The balance in the account at March 31, 1966 was \$5 million.

Other loans and investments

These accounts totalled \$1,263 million at March 31, 1966, an increase of \$123 million over the total at the end of the previous fiscal year. The main changes were net increases of \$101 million in the municipal development and loan board advances account, \$24 million in the veterans land act fund and \$15 million in subscriptions to international organizations and a decrease of \$16 million in miscellaneous accounts.

TABLE 21
(in millions of dollars)

OTHER LOANS AND INVESTMENTS	Balance at March 31		Increase or decrease (—)
	1966	1965	
Subscriptions to capital of, and working capital advances and loans to, international organizations—			
Canada's subscriptions to capital of—			
International bank for reconstruction and development	80.5	80.5	
International development association	55.7	40.7	15.0
International finance corporation	3.5	3.5	
International monetary fund	577.3	577.3	
Working capital advances and loans to international organizations	7.7	7.8	—0.1
	724.7	709.8	14.9
Loans to provincial governments—			
Alberta	5.9	6.3	—0.4
British Columbia	11.2	12.5	—1.3
Manitoba	10.0	10.7	—0.7
New Brunswick	29.1	32.8	—3.7
Newfoundland	3.5	0.5	3.0
Nova Scotia	7.0	7.1	—0.1
Saskatchewan	30.0	28.5	1.5
	96.7	98.4	—1.7
Veterans land act fund	278.8	256.4	22.4
Less reserve for conditional benefits	—22.6	—24.3	1.7
	256.2	232.1	24.1
Miscellaneous—			
Municipal development and loan board advances	115.5	9.4	106.1
Less reserve for forgiveness of indebtedness	—6.6	—1.8	—4.8
	108.9	7.6	101.3
Advances to employees re retirement fund and the Canada/Quebec pension plans	4.1		4.1
Assisted passage scheme	6.4	3.7	2.7
Balances receivable under agreements of sale of Crown assets	2.4	4.1	—1.7
City of Montreal—			
Atwater tunnel	1.8	1.9	—0.1
St. Remi tunnel	1.0	1.0	
City of Whitehorse	1.9	2.0	—0.1
Construction of dock and rail facilities for Steep Rock Iron Mines Limited	0.9	1.1	—0.2
Crown Assets Disposal Corporation—			
Government equity in agency account	5.0	5.5	—0.5
Dominion Coal Company Limited	4.5	4.5	
Hamilton Harbour Commissioners	1.7	1.7	
Housing projects for Canadian forces	20.6	20.4	0.2
Municipal Improvements Assistance Act, 1938	0.8	0.9	—0.1
Fraser River Harbour Commission	1.3	1.4	—0.1
Northwest Territories	6.4	3.9	2.5
Old age security fund—temporary loans		25.0	—25.0
Ottawa civil service recreational association re W. Clifford Clark Memorial Recreational Centre	1.1	1.0	0.1
Town of Oromocto Development Corporation	1.1	1.2	—0.1
Yukon Territory	6.6	4.9	1.7
Other	4.9	4.2	0.7
	72.5	88.4	—15.9
Recovery likely to require parliamentary appropriations—			
Town of Oromocto, New Brunswick	4.2	3.8	0.4
	185.6	99.8	85.8
	1,263.2	1,140.1	123.1

Subscriptions to capital of, and working capital advances and loans to, international organizations

Canada's subscriptions to the capital of international organizations increased during the year from \$702 million to \$717 million at March 31, 1966 due to additional subscriptions of \$15 million to the international development association. Working capital advances and loans to international organizations were \$8 million at March 31, 1966, the same amount as at the previous fiscal year-end.

Loans to provincial governments

Loans to provincial governments totalled \$97 million at March 31, 1966, a decrease of \$2 million from the total at the previous fiscal year-end.

The main changes were a decrease of \$4 million in loans to New Brunswick and an increase of \$3 million in loans to Newfoundland.

Veterans land act fund

The veterans land act fund was established by an Act to amend the Veterans' Land Act, assented to June 30, 1965, to record advances made under the Veterans' Land Act, not to exceed the amount of \$380 million, for the acquisition, by the Director, of properties, buildings, materials, livestock, farm equipment and commercial fishing equipment for purposes of the act, for sale to qualified veterans of world war 2 and Korea under sales agreements which carry specified conditional benefits if the terms of such agreements are adhered to by the veterans, and for progress payments to veterans during construction of housing. The outstanding balances previously held in the veterans land act advances and reserve for conditional benefits under this category and the veterans land act housing account under the category "departmental working capital advances" are now combined in this new account. During 1965-66 advances amounted to \$50 million and repayments were \$27 million resulting in a balance of \$279 million at March 31, 1966. In 1964-65 comparable amounts were advances of \$39 million and repayments of \$27 million bringing the balance to \$256 million at March 31, 1965.

The reserve for conditional benefits under the act consists of amounts charged to budgetary expenditure, beginning with the fiscal year 1945-46, to cover one tenth of the amount of conditional benefits included in sales to veterans and credited to this account. As and when conditional benefits are earned the amounts are charged hereto and credited to the advances. During the year \$5 million was charged to the reserve account and additional reserves of \$3 million were credited thereto, resulting in a balance of \$23 million in the reserve account at March 31, 1966. During 1964-65 charges were \$5 million and credits were \$3 million resulting in a balance of \$24 million at March 31, 1965.

Miscellaneous loans and investments

Miscellaneous loans and investments totalled \$186 million at March 31, 1966, an increase of \$86 million from the balance at March 31, 1965 due mainly to a net increase of \$101 million in respect of the Municipal Development and Loan Board partly offset by the repayment of temporary loans of \$25 million from the old age security fund which were outstanding at the previous fiscal year-end.

Under the Municipal Development and Loan Act advances are made to the Municipal Development and Loan Board to provide financial assistance by way of loans to municipalities to augment or accelerate municipal capital works programs. Where the municipal project in respect of which a loan is made is completed on or before September 30, 1966, the board shall forgive payment by the municipality of 25 per cent of the principal amount of the loan. If a project is not completed as at September 30, 1966, the board shall forgive 25 per cent of that portion of the loan that has been advanced to the municipality as of September 30, 1966.

At March 31, 1966 advances totalled \$116 million, an increase of \$106 million over the total at March 31, 1965. These advances are partly offset by a reserve for forgiveness of indebtedness consisting of amounts charged to budgetary expenditure to cover 25 per cent of the amounts of the advances. At March 31, 1966 there was a reserve of \$7 million compared with \$2 million at March 31, 1965.

Securities held in trust

Recorded herein are the security holdings of various deposit and trust accounts and annuity, insurance and pension accounts. Bonds and certified cheques held in connection with contractors' securities included in the deposit and trust category are also recorded under this heading. The balance at March 31, 1966 was \$52 million, an increase of \$8 million over the previous fiscal year-end balance.

Deferred charges

These consist of the unamortized portions of actuarial deficiencies in the Canadian forces, the public service and the Royal Canadian Mounted Police superannuation accounts and the outstanding balance of unamortized loan flotation costs.

The balance was \$257 million at March 31, 1966, an increase of \$48 million over the balance at March 31, 1965. There was an increase of \$53 million in the unamortized portions of actuarial deficiencies in the superannuation accounts and a decrease of \$5 million in unamortized loan flotation costs.

TABLE 22
(in millions of dollars)

DEFERRED CHARGES	Balance at March 31		Increase or decrease (—)
	1966	1965	
Unamortized portions of actuarial deficiencies—			
Canadian forces superannuation account.....	53.6	53.8	—0.2
Public service superannuation account.....	93.6	39.9	53.7
Royal Canadian Mounted Police superannuation account.....	3.1	4.1	—1.0
	150.3	97.8	52.5
Unamortized loan flotation costs.....	106.2	110.8	—4.6
	256.5	208.6	47.9

Unamortized portions of actuarial deficiencies

These accounts record the unamortized portions of the actuarial deficiencies in the superannuation accounts in respect of the Canadian forces, the public service and the Royal Canadian Mounted Police. Actuarial valuations are made quinquennially, the next of which will be made as at December 31, 1964 for the Royal Canadian Mounted Police superannuation account, as at December 31, 1965 for the Canadian forces superannuation account and as at December 31, 1967 for the public service superannuation account. Any actuarial deficiency revealed at that time will be credited to the superannuation account and charged to unamortized portions of actuarial deficiencies and amortized to budgetary expenditure in five equal annual instalments commencing in the fiscal year in which the report is laid before Parliament. Also, the cost for benefits payable under the superannuation acts as a result of the authorization of salary increases, will be credited to the superannuation accounts and charged to the unamortized portions of actuarial deficiencies and amortized to budgetary expenditure over a period of five years commencing in the year in which the increase is authorized.

The unamortized portions of the actuarial deficiency in the Canadian forces superannuation account was \$54 million at March 31, 1966 approximately the same amount as at March 31, 1965.

During the year \$17 million was charged hereto as a result of salary revisions in 1965-66 and \$17 million was amortized as a charge to budgetary expenditure.

The unamortized portion of the actuarial deficiency in the public service superannuation account was \$94 million at March 31, 1966 compared with \$40 million at March 31, 1965. During the year \$80 million was charged as a result of salary increases and \$26 million was amortized to budgetary expenditure.

The unamortized portion of the actuarial deficiency in the Royal Canadian Mounted Police superannuation account was \$3 million at March 31, 1966, \$1 million lower than at March 31, 1965. During the year \$1 million was amortized to budgetary expenditure.

Unamortized loan flotation costs

This account records the residual balances of discounts, commissions, redemption bonuses and conversion premiums on loan flotations that have not been charged to budgetary expenditure. The total of these balances at March 31, 1966 was \$106 million, a decrease of \$5 million from the previous fiscal year-end balance of \$111 million.

During 1965-66 charges to the account amounted to \$39 million of which \$23 million was for general loans and \$16 million was in respect of treasury bill discounts which will be charged to interest on public debt in 1966-67. Credits to the account were \$44 million, of which \$31 million was a charge to the budgetary item "annual amortization costs" and \$13 million (representing discount applicable to 1965-66 on treasury bills sold in 1964-65) was a charge to the budgetary item "interest on public debt".

TABLE 23
(in millions of dollars)

UNAMORTIZED LOAN FLOTATION COSTS	Fiscal year ended March 31	
	1966	1965
Balance of account at beginning of fiscal year.....	110.8	123.7
New flotation costs to be amortized—		
4¼% loan July 1, 1965—June 1, 1967.....	0.3	
5% loan July 1, 1965—July 1, 1970.....	1.4	
3¾% loan Sept. 1, 1965—Sept. 1, 1966.....	2.2	
5½% loan Sept. 1, 1965—Oct. 1, 1969.....	0.1	
4% loan Dec. 1, 1965—Dec. 15, 1966.....	1.8	
5½% loan Dec. 1, 1965—Apr. 1, 1969.....	0.1	
5½% loan Dec. 1, 1965—Oct. 1, 1975.....	0.2	
4% loan Feb. 1, 1966—Apr. 1, 1967.....	2.3	
5½% loan Feb. 1, 1966—Aug. 1, 1980.....	0.4	
Adjustments ⁽¹⁾	5.9	-0.7
Treasury bills discount.....	16.5	13.2
Canada savings bonds—adjustment of previous issues.....	0.8	0.9
Canada savings bonds—new issue.....	7.4	8.8
3½% loan May 1, 1964—July 1, 1965.....		3.9
5% loan May 1, 1964—July 1, 1969.....		0.3
5½% loan May 1, 1964—May 1, 1990.....		2.4
3½% loan Oct. 1, 1964—Dec. 1, 1965.....		3.6
3¾% loan Oct. 1, 1964—Oct. 1, 1967.....		2.2
5% loan Dec. 1, 1964—June 1, 1971.....		0.6
3½% loan Feb. 1, 1965—May 1, 1966.....		1.6
5% loan Feb. 1, 1965—Oct. 1, 1973.....		0.5
	39.4	37.3
Less—		
Amortization applicable to fiscal year—		
Canada savings bonds and general loans.....	-30.8	-36.4
Discount on treasury bills charged to interest on public debt.....	-13.2	-13.8
	-44.0	-50.2
Increase or decrease (—) during the year.....	-4.6	-12.9
Balance of account at end of fiscal year.....	106.2	110.8

⁽¹⁾Adjustments due to additional issues of existing loans.

Capital assets

Assets of the government such as land, buildings, works and equipment, etc., that are charged to budgetary expenditure at the time of acquisition or construction, are included in this category and are shown on the statement of assets and liabilities at a nominal value of \$1.

Inactive loans and investments

Loans and investments which are not currently revenue-producing or realizable are recorded herein. Included are the loan of \$49 million to China under the Export Credits Insurance Act, loans totalling \$24 million and \$7 million made to Roumania and Greece, respectively, in 1919-20 and 1920-21 and advances of \$15 million in respect of the implementation of guarantees (Ming Sung Industrial Company Limited).

Reserve for losses on realization of assets

There was no change in this reserve during the year, the balance of \$546 million at March 31, 1966 was the same amount as at the end of the previous fiscal year.

NET DEBT

At March 31, 1966 the net debt of Canada, which is the excess of gross liabilities over the net recorded assets, or, in effect, the overall deficit since Confederation, amounted to \$15,543 million compared with \$15,504 million at March 31, 1965. The increase of \$39 million reflects the 1965-66 budgetary deficit.

CONTINGENT LIABILITIES

In addition to its direct liabilities which are reflected in the statement of assets and liabilities of Canada, the government has assumed certain contingent liabilities, the details of which are set out in sections 6 and 7 of this volume.

The major categories of this indirect or contingent debt are the guarantee of insured loans under the National Housing Act, guaranteed bonds and debentures of the Canadian National Railways and the guarantee of deposits maintained by the chartered banks in the Bank of Canada. The remainder consists chiefly of guarantees of loans made by chartered banks to the Canadian Wheat Board and to farmers and veterans for certain authorized purposes and guarantees under the Export Credits Insurance Act.

1. The first part of the chapter discusses the importance of understanding the context of the data being analyzed. This includes identifying the source of the data, the methods used to collect it, and the potential biases that may be present.

2. Data Collection Methods

2.1. Surveys: Surveys are a common method for collecting data. They can be conducted in a variety of ways, including face-to-face interviews, telephone interviews, and self-administered questionnaires. Each method has its own strengths and weaknesses.

2.1.1. Face-to-Face Interviews

2.1.1.1. Advantages: Face-to-face interviews allow for a high level of control over the data collection process. Interviewers can ask follow-up questions and clarify any ambiguities. They can also observe non-verbal cues that may be important to the study.

2.1.1.2. Disadvantages

2.1.1.2.1. Cost: Face-to-face interviews are typically more expensive than other methods, such as telephone interviews or self-administered questionnaires. This is due to the need for interviewers and the time required to conduct the interviews.

2.1.1.2.2. Response Rate

2.1.1.2.2.1. Low Response Rate: One of the major disadvantages of face-to-face interviews is the low response rate. Many people are reluctant to participate in a survey, and this can lead to a biased sample.

2.1.1.2.2.2. Non-Response Bias

2.1.1.2.2.2.1. Definition: Non-response bias occurs when the people who do not respond to a survey differ in important ways from those who do respond. This can lead to a biased sample and inaccurate results.

2.1.1.2.2.2.2. Mitigation Strategies

2.1.1.2.2.2.2.1. Follow-up: One way to reduce non-response bias is to follow up with non-respondents. This can be done by contacting them by phone or mail to encourage them to participate.

2.1.1.2.2.2.2.2. Weighting

2.1.1.2.2.2.2.2.1. Definition: Weighting is a statistical technique used to adjust for non-response bias. It involves giving more weight to the responses of people who are more likely to respond.

2.1.1.2.2.2.2.2.2. Advantages

2.1.1.2.2.2.2.2.2.1. Improved Representativeness: Weighting can help to make the sample more representative of the population. This is because it gives more weight to the responses of people who are more likely to respond, which helps to reduce the bias caused by non-response.

2.1.1.2.2.2.2.2.2.2. Disadvantages

2.1.1.2.2.2.2.2.2.2.1. Complexity: Weighting can be a complex process, and it may not always be possible to accurately adjust for non-response bias. This is because there are many factors that can influence the response rate, and it is difficult to control for all of them.

1965-66
PUBLIC ACCOUNTS

•

THE CASH POSITION

•

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Changes in cash position.....	5·2
Non-budgetary receipts and credits.....	5·3
Non-budgetary disbursements and charges.....	5·4

THE CASH POSITION

The government's cash account represents balances of current and special deposits to the credit of the Receiver General of Canada in the Bank of Canada, chartered banks in Canada and certain banks in London, New York, Paris and Bonn. These balances totalled \$635 million at March 31, 1966 a decrease of \$47 million from the balance of \$682 million at March 31, 1965.

The following statement summarizes both the budgetary and non-budgetary transactions for 1965-66 and indicates how they affected the government's cash position. For purposes of comparison the corresponding figures for 1964-65 are also shown.

TABLE 1
(in millions of dollars)

CHANGES IN CASH POSITION	Fiscal year ended March 31	
	1966	1965
Budgetary transactions—		
Revenue.....	7,695.8	7,180.3
Expenditure.....	—7,734.8	—7,218.3
Deficit.....	—39.0	—38.0
Non-budgetary transactions—		
Receipts and credits (net).....	1,032.5	542.1
Disbursements and charges (net).....	—1,153.4	—926.3
Net amount required for non-budgetary transactions.....	—120.9	—384.2
Overall cash requirement to be financed by increase in unmatured debt or decrease in cash balances.....	—159.9	—422.2
Net increase in unmatured debt outstanding in the hands of the public—		
Unmatured debt—		
Canada savings bonds.....	180.8	460.1
Marketable issues.....	—160.3	—175.0
Treasury bills.....	10.0	—90.0
Special issues—		
Unemployment Insurance Commission.....	101.0	43.0
Canada pension plan.....	0.1	
	131.6	238.1
Securities investment account.....	—19.0	37.4
	112.6	275.5
Net decrease in Receiver General cash balances.....	—47.3	—146.7

The cash position of the government is affected not only by budgetary transactions but also by changes in the government's unmatured debt and other non-budgetary transactions. Non-budgetary transactions are those which affect the government's assets and liability accounts and must be taken into account when considering the full scope of the government's financial operations and their effect on the economy of the country.

On the assets side, the non-budgetary transactions consist, for the most part, of loans and advances to, and repayments by, Crown corporations and other government agencies and funds (including the old age security fund), national, provincial and municipal governments, international

organizations, veterans and other borrowers. On the liability side they relate mainly to receipts and payments in connection with the many deposit and trust accounts, and annuity, insurance and pension funds held or administered by the government.

In 1965-66 a deficit of \$39 million in budgetary transactions and net disbursements of \$121 million for non-budgetary transactions (excluding unmatured debt transactions) resulted in a net cash requirement of \$160 million for the fiscal year. As transactions in unmatured debt during the year resulted in an increase of \$113 million in outstanding unmatured debt as at March 31, 1966, Receiver General bank balances were reduced by \$47 million. In 1964-65 the budgetary deficit of \$38 million and net disbursements of \$384 million from non-budgetary transactions resulted in a cash requirement of \$422 million. As outstanding unmatured debt increased by \$275 million, Receiver General bank balances were reduced by \$147 million.

Non-budgetary receipts and credits (excluding unmatured debt transactions)

Non-budgetary receipts and credits of \$1,033 million in 1965-66 included \$716 million in respect of annuity, insurance and pension accounts, \$94 million in repayments of loans, investments and advances and \$223 million in sundry other accounts.

Further details are given in the following table:

TABLE 2
(in millions of dollars)

NON-BUDGETARY RECEIPTS AND CREDITS (NET)	Fiscal year ended March 31	
	1966	1965
Repayment of loans, investments and advances—		
Agricultural commodities stabilization account.....	17.8	40.8
Defence production revolving fund.....	7.6	—2.4
Royal Canadian Mint.....	3.9	10.7
Canadian Arsenals Limited.....	2.5	
Canadian Overseas Telecommunication Corporation.....	2.6	0.4
Provincial governments.....	1.7	4.8
Old age security fund.....	25.0	75.0
Special United States of America securities (Columbia River Treaty).....	32.3	—219.5
	93.4	—90.2
Annuity, insurance and pension accounts—		
Public service superannuation account.....	228.6	305.4
Canadian forces superannuation account.....	156.1	206.6
Royal Canadian Mounted Police superannuation account.....	7.7	11.7
Canada pension plan account.....	89.4	
Old age security fund.....	217.0	
Other.....	17.5	21.1
	716.3	544.8
Other receipts and credits—		
Cash in hands of collectors and in transit.....	43.9	—12.4
Unamortized loan flotation costs.....	4.6	12.9
Outstanding treasury cheques.....	17.8	—4.5
Accounts payable.....	16.4	21.3
Matured debt.....	8.2	—7.7
Interest due and outstanding.....	8.9	10.1
Interest accrued.....	23.1	15.2
Provision for estimated premium on redemption of bonds.....	15.0	
Provincial tax collection agreements accounts.....	17.5	59.2
Undisbursed balances of appropriations to special accounts.....	6.2	—15.9
Deferred credits.....	24.9	—6.2
Surplus Crown assets.....	9.1	
Miscellaneous.....	27.2	15.5
	222.8	87.5
	1,032.5	542.1

Non-budgetary disbursements and charges (excluding unmatured debt transactions)

Non-budgetary disbursements and charges of \$1,154 million in 1965-66 included \$928 million for loans, investments and advances and \$226 million for sundry other accounts.

Further details are given in the following table:

TABLE 3
(in millions of dollars)

NON-BUDGETARY DISBURSEMENTS AND CHARGES (NET)	Fiscal year ended March 31	
	1966	1965
Loans, investments and advances—		
Stockpiling of uranium concentrates.....	12.7	10.9
Veterans land act fund.....	24.1	14.3
Atomic Energy of Canada Limited.....	11.9	12.0
Canadian Broadcasting Corporation.....	12.5	14.3
Canadian Commercial Corporation.....	2.0	-2.0
Canadian Corporation for the 1967 World Exhibition.....	44.0	
Canadian National Railways (including Air Canada).....	59.8	23.3
Central Mortgage and Housing Corporation.....	315.1	221.7
Export Credits Insurance Corporation.....	36.4	33.4
Farm Credit Corporation.....	147.0	102.4
National Capital Commission.....	7.4	6.9
National Harbours Board.....	3.0	1.7
Northern Canada Power Commission.....	2.1	5.4
The St. Lawrence Seaway Authority.....	26.7	-6.5
National governments.....	18.6	10.9
Subscription to capital of the international development association.....	15.0	7.9
Exchange fund account.....	75.0	20.0
Municipal development and loan board advances.....	101.3	7.6
Miscellaneous.....	13.1	5.5
	927.7	489.7
Other disbursements and charges—		
Moneys received after March 31 but applicable to current year.....	25.9	
Canada pension plan investment account.....	34.9	
Unamortized portions of actuarial deficiencies in the superannuation accounts..	52.4	217.5
Non-interest-bearing notes payable on demand.....	112.5	219.1
	225.7	436.6
	1,153.4	926.3

SECTION 6

1965-66

PUBLIC ACCOUNTS

•

THE PUBLIC DEBT

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THE PUBLIC DEBT

SUMMARY

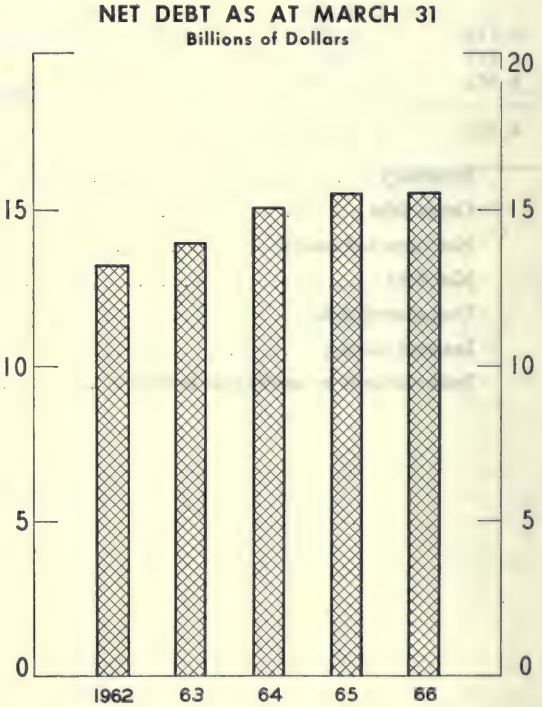
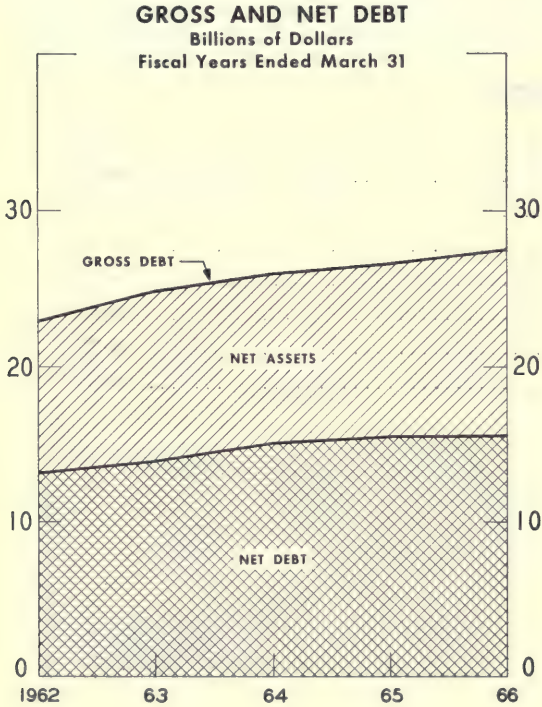
The public debt of Canada may be described as consisting of those liabilities which appear on the government's statement of assets and liabilities. In addition the government has certain indirect or contingent obligations such as the guarantee of securities of the Canadian National Railways, insured loans made by approved lending institutions under the National Housing Act and deposits maintained by the chartered banks in the Bank of Canada.

At March 31, 1966 the government's liabilities as recorded on the balance sheet totalled \$27,483 million, net recorded assets totalled \$11,940 million resulting in a net debt of \$15,543 million.

The following table shows the gross public debt, the unmatured debt, net recorded assets and the net debt at March 31 for each of the fiscal years 1962 to 1966 inclusive:

TABLE 1
STATEMENT OF PUBLIC DEBT, UNMATURED DEBT, NET RECORDED ASSETS AND NET DEBT OF CANADA
(in millions of dollars)

As at March 31	Gross Public Debt			Less net recorded assets	Net debt	Increase in net debt during fiscal year
	Unmatured debt	Other liabilities	Total			
1962.....	16,945.7	5,962.1	22,907.8	9,679.7	13,228.1	791.0
1963.....	17,961.8	6,837.4	24,799.2	10,879.5	13,919.7	691.6
1964.....	18,740.1	7,183.3	25,923.4	10,853.3	15,070.1	1,150.4
1965.....	18,978.2	7,585.7	26,563.9	11,059.5	15,504.4	434.3
1966.....	19,109.8	8,373.1	27,482.9	11,939.5	15,543.4	39.0



Gross debt

The gross debt of Canada, or the total of liabilities as recorded on the statement of assets and liabilities, was \$27,483 million at March 31, 1966 compared with \$26,564 million at March 31, 1965, \$919 million higher. There were net increases of \$132 million in unmatured debt, \$716 million in annuity, insurance and pension account balances and \$71 million in other liability accounts. Unmatured debt in the amount of \$19,110 million was 70 per cent and annuity, insurance and pension accounts in the amount of \$6,392 million were 23 per cent of total liabilities. At March 31, 1965 unmatured debt was \$18,978 million or 72 per cent and annuity, insurance and pension accounts were \$5,676 million or 21 per cent of total liabilities.

Net recorded assets

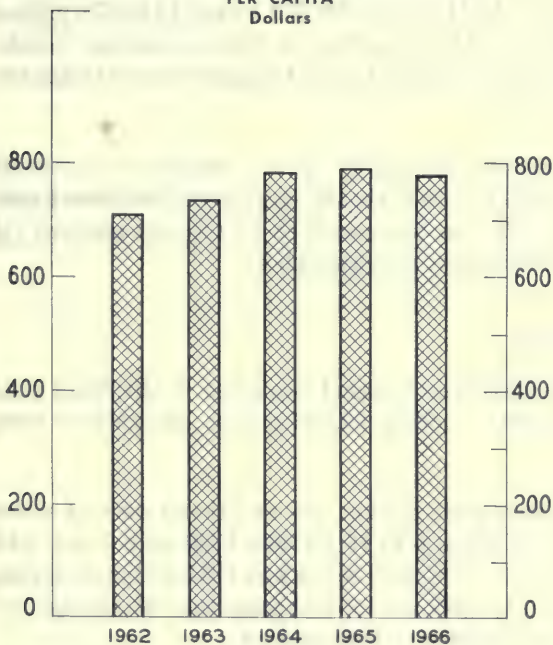
At March 31, 1966 the government's net recorded assets totalled \$11,940 million, \$880 million higher than they were at March 31, 1965. The main changes were increases of \$663 million in loans to Crown corporations, \$123 million in other loans and investments and \$75 million in advances to the exchange fund.

Net debt

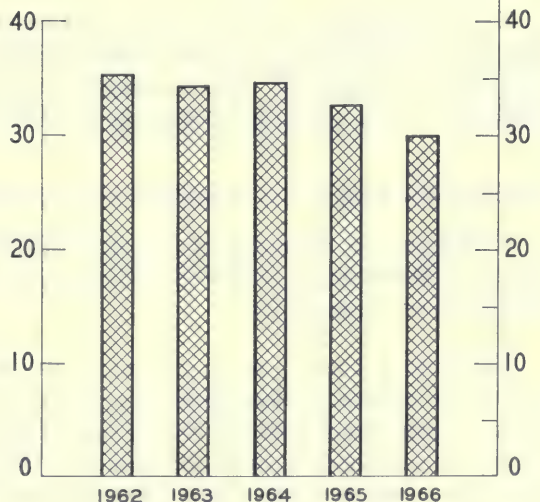
The net debt of Canada is represented by the excess of liabilities over net recorded assets and is the overall budgetary deficit since Confederation.

As gross liabilities increased by \$919 million during 1965-66 and net recorded assets increased by \$880 million, net debt increased by \$39 million. The net debt at March 31, 1966 was \$15,543 million compared with \$15,504 million at March 31, 1965. The increase was the result of the budgetary deficit of \$39 million.

NET DEBT
As At March 31
PER CAPITA
Dollars



NET DEBT
As At March 31
AS A PERCENTAGE OF
GROSS NATIONAL PRODUCT
Per Cent



The net debt in per capita terms and as a percentage of the gross national product is shown in the following table. The net debt per capita which was \$712.34 at March 31, 1962 had risen to \$792.22 at March 31, 1965 and dropped to \$780.33 at March 31, 1966, and expressed as a percentage of gross national product the net debt was 35.3 per cent at March 31, 1962 compared with 29.9 per cent at March 31, 1966.

TABLE 2
NET DEBT PER CAPITA AND AS A PERCENTAGE OF GROSS NATIONAL PRODUCT

As at March 31	Net debt per capita ⁽¹⁾	Net debt as percentage of gross national product ⁽²⁾
	\$	per cent
1962.....	712.34	35.3
1963.....	736.65	34.3
1964.....	783.48	34.7
1965.....	792.22	32.7
1966.....	780.33	29.9

⁽¹⁾Based on estimated population as at June 1 nearest to fiscal year-end.

⁽²⁾Based on gross national product for calendar year ended in fiscal year as per latest revision of the Dominion Bureau of Statistics.

Unmatured debt

The unmatured debt of Canada was \$19,110 million at March 31, 1966 and consisted of \$11,083 million in marketable bonds, \$5,733 million in Canada savings bonds, \$2,150 million in treasury bills, \$144 million in special issues to the Unemployment Insurance Commission and \$102 thousand of special issues in respect of the Canada pension plan. At March 31, 1965 it totalled \$18,978 million and consisted of \$11,243 million in marketable bonds, \$5,552 million in Canada savings bonds, \$2,140 million in treasury bills and \$43 million in special issues to the Unemployment Insurance Commission.

The government's holdings of its own securities was \$81 million in the securities investment account and included \$32 million in Canada savings bonds held for the employees instalment purchase plan. At March 31, 1965 holdings were \$62 million in the securities investment account (of which \$31 million was in respect of the employees instalment purchase plan).

Summary of security issues, maturities and redemptions

Excluding the refunding of treasury bills, the government issued securities in the fiscal year 1965-66 in the amount of \$2,658 million and securities totalling \$2,526 million matured or were redeemed prior to maturity.

Net sales of Canada savings bonds, series 20, were \$868 million and additional sales of series 19 were \$86 million. Redemptions prior to maturity of series 8 to 19 totalled \$730 million and \$43 million of series 8 matured during the year. The net increase for all series was \$181 million bringing the amount outstanding to \$5,733 million at March 31, 1966. In 1964-65 sales were \$1,110 million and redemptions were \$650 million resulting in a net increase of \$460 million.

There was a net increase of \$10 million in treasury bills during 1965-66 compared with a decrease of \$90 million in 1964-65. The balance outstanding at March 31, 1966 of \$2,150 million consisted of \$1,370 million in three-month bills and \$780 million in six-month bills.

TABLE 3
(in millions of dollars)

UNMATURED DEBT TRANSACTIONS	Fiscal year ended March 31	
	1966	1965
Balance at beginning of year.....	18,978	18,740
New issues—		
For cash—		
Canada savings bonds series 18.....		99
Canada savings bonds series 19.....	86	1,011
Canada savings bonds series 20.....	868	
Marketable bonds.....	1,550	1,975
Non-marketable bonds (Unemployment Insurance Commission).....	144	87
Non-marketable bonds (Canada pension plan).....	(1)	
Treasury bills (net).....	10	10
	2,658	3,182
By renewals and conversions—		
Marketable bonds.....		250
	2,658	3,432
Less—		
Matured marketable bonds.....	-1,710	-1,850
Redeemed non-marketable bonds (Unemployment Insurance Commission).....	-43	-44
Conversions.....		-250
Canada savings bonds redeemed or matured.....	-773	-650
Treasury bills (net).....		-100
	-2,526	-2,894
Unmatured marketable bonds (purchased and cancelled).....		-300
	-2,526	-3,194
Increase in unmatured debt.....	132	238
Balance at end of year.....	19,110	18,978

(1) There was an issue of \$102,000 in 1965-66.

TABLE 4

DEBT MATURED OR REDEEMED DURING THE FISCAL YEAR ENDED MARCH 31, 1966
(in millions of dollars)

	Matured	Redeemed	Total
Marketable bonds—			
4¼% 1962-65.....AT 15	110.0		110.0
4¼% 1963-65.....CT 2	90.0		90.0
3½% 1964-65.....CT 10	400.0		400.0
3¾% 1958-65.....T 27	449.9		449.9
3½% 1964-65.....CT 13	325.0		325.0
3½% 1963-66.....AT 19	225.0		225.0
3½% 1964-66.....CT 7	105.0		105.0
5% 1962-87.....N.Y. loan		5.4	5.4
	1,704.9	5.4	1,710.3
Non-marketable bonds—			
Canada savings bonds.....S 8	43.1		43.1
Canada savings bonds.....S 8-19		730.2	730.2
Unemployment Insurance Commission, 4½%.....		43.0	43.0
	43.1	773.2	816.3
	1,748.0	778.6	2,526.6

TABLE 5

NEW SECURITIES ISSUED DURING FISCAL YEAR ENDED MARCH 31, 1966

	Price to government	Yield at price to government	Total amount issued	Amount issued for cash
	\$	per cent	\$ (millions)	\$ (millions)
Marketable bonds—				
3½% 1965-66.....CT 16	99.33	4.32	150.0	150.0
3¾ 1964/65-67.....CT 14	98.55	4.37	175.0	175.0
3¾ 1965-66.....CT 20	99.00	4.79	205.0	205.0
4% 1965-66.....CT 22	98.85	5.15	150.0	150.0
4% 1966-67.....CT 25	98.70	5.16	170.0	170.0
4¼% 1965-67.....CT 18	99.50	4.52	50.0	50.0
5½% 1965-69.....CT 23	100.25	5.41	100.0	100.0
5% 1965-70.....CT 19	99.75	5.06	125.0	125.0
5% 1966-70.....CT 19	98.50	5.38	50.0	50.0
5½% 1965-75.....CT 24	100.00	5.50	50.0	50.0
5½% 1966-80.....CT 26	100.00	5.50	80.0	80.0
5½% 1965-69.....CT 21	100.75	5.29	145.0	145.0
5¼% 1964/65-90.....CT 12	98.50	5.36	100.0	100.0
			1,550.0	1,550.0
Non-marketable bonds—				
Unemployment Insurance Commission—				
4½%.....	100.00	4.50	80.5	80.5
4⅞%.....	100.00	4.875	63.5	63.5
Canada savings bonds—				
Nov. 1, 1964-Nov. 1, 1974, 4½-5½%...S 19	100.00	5.00	86.5	86.5
Nov. 1, 1965-Nov. 1, 1977, 4½-5½% (net) S 20	100.00	5.03	867.6	867.6
Canada pension plan—				
5.29% 1966-86.....	100.00	5.29	0.1	0.1
			1,098.2	1,098.2
Weekly treasury bills (net).....			10.0	10.0
			2,658.2	2,658.2

Interest rates

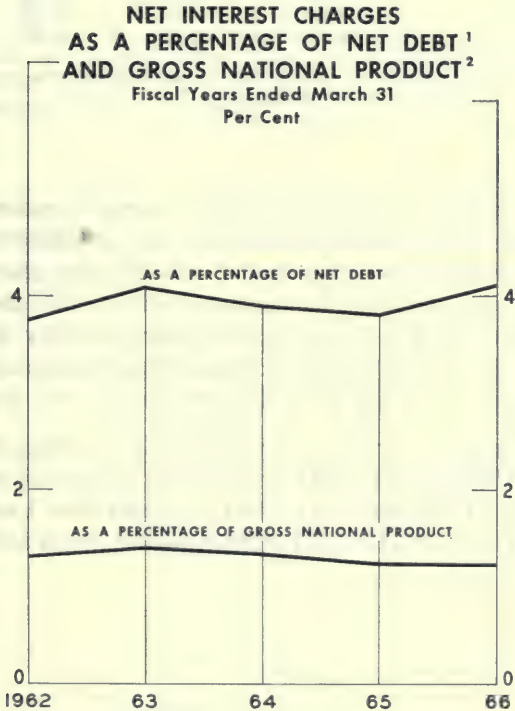
The average interest rate on the government's unmatured debt was 4.55 per cent at March 31, 1966. At March 31, 1965 it was 4.32 per cent.

The following table sets out the unmatured debt at March 31 for each of the fiscal years 1962 to 1966 inclusive, with the average rate of interest thereon. For purposes of comparison the unmatured debt is classified as to marketable bonds, non-marketable bonds (which includes Canada savings bonds) and treasury bills.

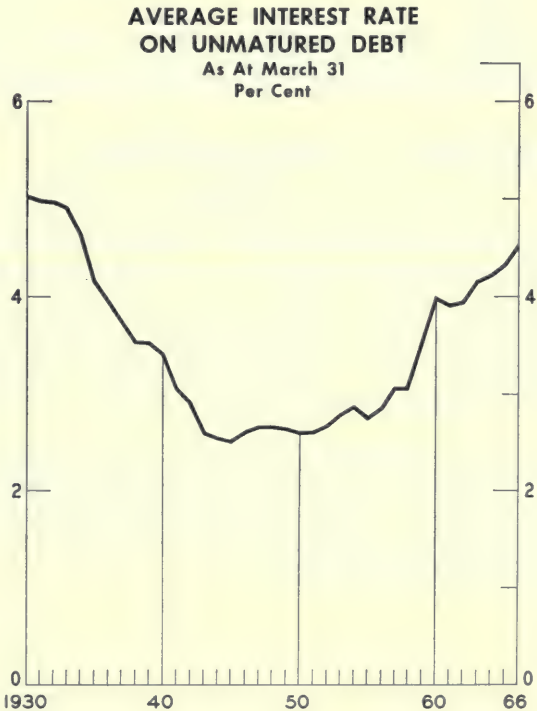
TABLE 6
UNMATURED DEBT OUTSTANDING AS AT MARCH 31, 1962 TO 1966 INCLUSIVE
WITH THE AVERAGE RATE OF INTEREST THEREON

	Marketable bonds		Non-marketable bonds						Treasury bills		Total Unmatured Debt	
			Canada savings bonds		Unemployment Insurance Commission		Canada pension plan					
	Amount outstanding	Average interest rate	Amount outstanding	Average interest rate	Amount outstanding	Average interest rate	Amount outstanding	Average interest rate	Amount outstanding	Average interest rate	Amount outstanding	Average interest rate
	\$ (millions)	per cent	\$ (millions)	per cent	\$ (millions)	per cent	\$ (millions)	per cent	\$ (millions)	per cent	\$ (millions)	per cent
1962	10,943.0	3.94	4,055.2	4.34	62.5	3.75			1,885.0	3.07	16,945.7	3.94
1963	11,203.2	4.01	4,582.1	4.59	11.5	5.13			2,165.0	3.90	17,961.8	4.15
1964	11,417.8	4.12	5,092.3	4.60					2,230.0	3.84	18,740.1	4.22
1965	11,242.8	4.28	5,552.4	4.61	43.0	4.62			2,140.0	3.79	18,978.2	4.32
1966	11,082.5	4.40	5,733.2	4.78	144.0	4.67	0.1	5.29	2,150.0	4.69	19,109.8	4.55

Where various rates of interest are applicable during the term of a loan, the interest rate in effect at March 31 is used.



1. At March 31.
2. For calendar year within fiscal year.



The average rate on marketable bonds rose from 4.28 per cent to 4.40 per cent over the fiscal year, on Canada savings bonds it rose from 4.61 per cent to 4.78 per cent and for treasury bills it rose from 3.79 per cent to 4.69 per cent.

The yield on three-month treasury bills at tender on March 25, 1965 was 3.62 per cent and rose to 5.06 per cent at March 31, 1966.

The yield on six-month treasury bills at tender on March 25, 1965 was 3.73 per cent. On April 8, 1965 it had dropped to a low for the year of 3.71 per cent and on March 31, 1966 it had risen to a high of 5.30 per cent.

The following table shows the high and low yields together with the yield on the last issue of three-month and six-month bills for the fiscal years 1961-62 to 1965-66 inclusive.

TABLE 7
TREASURY BILL YIELDS AT TENDER

Fiscal year ended March 31	High	Low	Last issue
	per cent	per cent	per cent
Three-month bills—			
1962.....	3.34	2.26	3.12
1963.....	5.51	3.04	3.62
1964.....	3.90	3.19	3.88
1965.....	3.87	3.53	3.62
1966.....	5.06	3.61	5.06
Six-month bills—			
1962.....	3.49	2.53	3.29
1963.....	5.74	3.19	3.74
1964.....	4.06	3.30	4.04
1965.....	4.06	3.69	3.73
1966.....	5.30	3.71	5.30

Indirect debt or contingent liabilities

In addition to the direct debt set out in the statement of assets and liabilities, the government has assumed certain indirect or contingent obligations. These consist of securities of the Canadian National Railways, guaranteed as to principal and interest, and a number of miscellaneous guarantees, the chief of which are the guarantee of insured loans made by chartered banks and other approved lending institutions under the National Housing Act, 1954, deposits maintained by the chartered banks in the Bank of Canada, bank advances to the Canadian Wheat Board, advances under the Export Credits Insurance Act and bank loans under the Farm Improvement Loans Act.

As the following table shows, these contingent liabilities increased by \$687 million during the year due mainly to loans in respect of the National Housing Act, 1954, which were \$5,339 million at December 31, 1965 compared with \$4,950 million at December 31, 1964 and chartered bank deposits in the Bank of Canada which were \$1,031 million at March 31, 1966 compared with \$897 million at March 31, 1965.

TABLE 8
SUMMARY OF INDIRECT DEBT OR CONTINGENT LIABILITIES
(in millions of dollars)

	Amount outstanding March 31		Increase or decrease(—)
	1966	1965	
Canadian National Railways securities guaranteed as to principal and interest.....	1,331.5	1,368.3	—36.8
Other guarantees—			
Insured loans made by approved lenders under the National Housing Act, 1954 ⁽¹⁾	5,321.6	4,934.0	387.6
Loans made by lenders under Part IV of the National Housing Act, 1954 for home extensions and improvements ⁽²⁾	17.4	15.9	1.5
Chartered bank deposits in Bank of Canada	1,031.3	897.2	134.1
Export Credits Insurance Act.....	508.2	468.6	39.6
Bank loans to Canadian Wheat Board.....	232.0	169.8	62.2
Bank loans under Farm Improvement Loans Act.....	68.9	63.9	5.0
Bank loans under the Canada Student Loans Act.....	84.3	37.5	46.8
Bank loans under the Small Businesses Loans Act.....	13.1	10.6	2.5
Notes issued by the Canadian Corporation for the 1967 World Exhibition.....	44.0		44.0
Sundry other guarantees (excluding indeterminate amounts ⁽³⁾)	0.4	0.3	0.1
	8,652.7	7,966.1	686.6

These contingent liabilities are expressed in Canadian dollars; bonds payable in United States dollars are converted at the rate of \$1 U.S. = \$1.08108 Canadian.

⁽¹⁾As reported (in accordance with section 45 of the National Housing Loan Regulations) by approved lenders at December 31, within the fiscal year.

⁽²⁾As at December 31, within the fiscal year.

⁽³⁾Loans maintained by approved lending institutions under National Housing Acts prior to 1954 Act; and guarantees to owners of returns from moderate rental housing projects, in respect of which funds totalling \$4 million are held by Central Mortgage and Housing Corporation for the purposes of settling claims and in respect of which rental guarantee contracts totalled \$13.9 million in 1965.

1965-66

PUBLIC ACCOUNTS

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STATEMENTS OF EXPENDITURE AND REVENUE AND ASSETS AND LIABILITIES

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THE GOVERNMENT

STATEMENT OF EXPENDITURE AND REVENUE FOR

(with comparative figures for

EXPENDITURE

	Fiscal year ended	
	March 31, 1966	March 31, 1965
Agriculture.....	\$ 186,263,616	\$ 165,723,844
Atlantic Development Board.....	23,755,359	4,294,152
Atomic Energy.....	54,450,175	46,564,793
Auditor General's Office.....	1,741,901	1,589,889
Board of Broadcast Governors.....	382,787	367,645
Canada Emergency Measures Organization.....	7,744,257	7,653,868
Canadian Broadcasting Corporation.....	97,458,915	87,969,198
Central Mortgage and Housing Corporation.....	21,571,958	14,952,238
Office of the Chief Electoral Officer.....	12,953,140	578,175
Citizenship and Immigration.....	238,567,080	180,996,919
Civil Service Commission.....	7,986,854	6,226,358
Defence Production.....	23,438,183	22,827,469
Economic Council.....	1,116,362	833,874
External Affairs.....	152,545,955	131,186,586
Finance—		
Public debt charges.....	1,110,857,197	1,051,290,597
Fiscal, tax-sharing, subsidy and other payments to provinces.....	465,993,282	358,357,022
Other expenditure.....	273,828,954	212,994,726
	1,850,679,433	1,622,642,345
Fisheries.....	34,526,476	25,593,261
Forestry.....	57,134,577	49,754,438
Governor General and Lieutenant-Governors.....	690,556	648,703
Industry.....	29,301,149	23,788,581
Insurance.....	1,512,059	1,445,862
Justice.....	11,367,814	10,644,700
Labour.....	23,993,711	23,402,111
Legislation.....	14,711,823	14,214,867
Mines and Technical Surveys.....	107,357,514	94,324,195
National Capital Commission.....	18,621,111	10,354,431
National Defence—		
Defence services.....	1,363,042,550	1,362,117,636
Defence research and development.....	72,579,782	54,531,462
Other expenditure.....	112,824,452	121,185,765
	1,548,446,784	1,537,834,863
National Film Board.....	6,891,335	6,353,633
National Gallery of Canada.....	1,815,626	1,303,734
National Health and Welfare—		
Family allowances.....	551,734,824	545,775,231
Other expenditure.....	623,387,205	754,823,195
	1,175,122,029	1,300,598,426
National Research Council, including the Medical Research Council.....	74,387,029	56,641,725
National Revenue.....	94,971,980	86,908,544
Northern Affairs and National Resources.....	156,433,733	127,306,117
Post Office.....	240,206,458	210,458,702
Privy Council.....	8,981,878	8,175,312
Public Archives and National Library.....	1,973,514	1,507,268
Public Printing and Stationery.....	3,053,651	2,732,686
Public Works.....	256,526,107	224,057,562
Office of the Representation Commissioner.....	774,892	224,521
Royal Canadian Mounted Police.....	81,958,846	76,198,876
Secretary of State.....	23,996,532	21,909,880
Solicitor General.....	56,875,181	39,278,001
Trade and Commerce.....	46,073,789	54,796,650
Transport.....	508,743,513	466,519,143
Unemployment Insurance Commission.....	98,087,727	94,792,046
Veterans Affairs—		
Pensions.....	185,559,325	180,326,163
Other expenditure.....	184,092,831	171,772,198
	369,652,156	352,098,361
Total expenditure.....	7,734,795,525	7,218,274,552
Budgetary deficit.....	—38,975,321	—37,964,765
	7,695,820,204	7,180,309,787

H. R. BALLS,
Comptroller of the Treasury.R. B. BRYCE,
Deputy Minister of Finance.

OF CANADA

THE FISCAL YEAR ENDED MARCH 31, 1966
the preceding fiscal year)

REVENUE

	Fiscal year ended	
	March 31, 1966	March 31, 1965
Tax revenues—		
Income tax—		
Personal ⁽¹⁾	\$2,142,456,230	\$2,103,281,917
Corporation ⁽¹⁾	1,606,620,322	1,523,814,601
On dividends, interest, etc., going abroad.....	170,018,708	143,717,945
Excise taxes—		
Sales ⁽¹⁾	1,395,128,921	1,204,609,934
Other.....	296,178,098	269,082,084
Customs import duties.....	685,519,390	622,101,883
Excise duties.....	445,885,434	411,402,145
Estate tax ⁽¹⁾	108,352,377	88,625,641
Miscellaneous.....	160,612	140,100
	6,850,320,092	6,366,776,250
Non-tax revenues—		
Return on investments.....	438,254,129	422,693,741
Post Office—net postal revenue.....	237,482,296	230,435,714
Refunds of previous years' expenditure.....	18,918,607	20,545,944
Services and service fees.....	63,147,602	60,924,531
Proceeds from sales.....	22,934,877	24,250,122
Privileges, licences and permits.....	38,965,653	30,824,939
Bullion and coinage.....	11,217,545	12,298,922
Premium, discount and exchange.....	125,538	
Miscellaneous.....	14,453,865	11,559,624
	845,500,112	813,533,537

⁽¹⁾Excluding tax credited to the old age security fund—

	1965-66	1964-65
Personal income tax.....	\$494,900,000	\$431,900,000
Corporation income tax.....	152,250,000	145,250,000
Sales tax.....	522,085,844	383,151,254

⁽²⁾Includes duties levied under the Dominion Succession Duty Act.

Total revenue	7,695,820,204	7,180,309,787
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Auditor General's Certificate

The above statement has been examined in accordance with the provisions of the Financial Administration Act. I have obtained all the information and explanations I have required and, subject to the comments in my report to the House of Commons, I certify that the Statement is in agreement with the accounts maintained by the Department of Finance and that, in my opinion, it exhibits a correct view of the expenditure and revenue of Canada for the year ended March 31, 1966.

A. M. HENDERSON,
Auditor General.

THE GOVERNMENT
STATEMENT OF ASSETS AND
(with comparative figures)

ASSETS

	March 31, 1966	March 31, 1965	Net increase or decrease (—) during 1965-66
1. Current assets—			
(a) Cash, schedule A, page 9.....	\$ 759,080,004	\$ 850,282,135	\$ -91,202,131
(b) Departmental working capital advances, schedule B, page 9..	120,576,475	133,404,495	-12,828,020
(c) Securities held for the securities investment account at amor- tized cost	81,475,697	62,561,070	18,914,627
(d) Other current assets, schedule C, page 10	54,861,735	29,134,994	25,726,741
	<u>1,015,993,911</u>	<u>1,075,382,694</u>	<u>-59,388,783</u>
2. Blocked currency	1,002,400		1,002,400
3. Advances to the exchange fund account—(value of investments from advances on basis of official parity rate March 31, 1966, \$2,728,743,488; official parity rate March 31, 1965, \$2,653,406,754)	2,696,000,000	2,621,000,000	75,000,000
4. Investments in special United States of America securities— Columbia River Treaty.....	187,191,661	219,479,161	-32,287,500
5. Canada pension plan investment fund, schedule D, page 11	34,853,000		34,853,000
6. Loans to, and investments in, Crown corporations, schedule F, page 11.....	5,553,149,458	4,948,235,201	604,914,257
Recovery likely to require parliamentary appropriations	105,925,113	48,065,976	57,859,137
	<u>5,659,074,571</u>	<u>4,996,301,177</u>	<u>662,773,394</u>
7. Loans to national governments, schedule G, page 13.....	1,215,490,449	1,195,888,072	19,602,377
Recovery likely to require parliamentary appropriations.....	9,722,194	10,688,479	-966,285
	<u>1,225,212,643</u>	<u>1,206,576,551</u>	<u>18,636,092</u>
8. Other loans and investments, schedule H, page 14—			
(a) Subscriptions to capital of, and working capital advances and loans to, international organizations.....	724,695,231	709,753,536	14,941,695
(b) Loans to provincial governments.....	96,723,106	98,435,806	-1,712,700
(c) Veterans land act fund (less reserve for conditional benefits) ..	256,191,461	232,068,630	24,122,831
(d) Miscellaneous	181,395,361	96,023,632	85,371,729
Recovery likely to require parliamentary appropriations..	4,207,529	3,846,285	361,244
	<u>1,263,212,688</u>	<u>1,140,127,889</u>	<u>123,084,799</u>
9. Securities held in trust, schedule I, page 18.....	51,956,505	43,585,370	8,371,135
10. Deferred charges—			
(a) Unamortized portions of actuarial deficiencies—			
Canadian forces superannuation account.....	53,601,200	53,761,600	-160,400
Public service superannuation account.....	93,620,600	39,920,800	53,699,800
Royal Canadian Mounted Police superannuation account	3,115,200	4,153,600	-1,038,400
(b) Unamortized loan flotation costs, appendix No. 7, Section 9, page 15.....	106,217,789	110,749,442	-4,531,653
	<u>256,554,789</u>	<u>208,585,442</u>	<u>47,969,347</u>
11. Capital assets	1	1	
12. Inactive loans and investments, schedule J, page 18	94,824,381	94,824,381	
Total recorded assets.....	<u>12,485,876,550</u>	<u>11,605,862,666</u>	<u>880,013,884</u>
13. Less: Reserve for losses on realization of assets	-546,384,065	-546,384,065	
Net recorded assets.....	<u>11,939,492,485</u>	<u>11,059,478,601</u>	<u>880,013,884</u>
14. Net debt, represented by excess of liabilities over net recorded assets, schedule K, page 19.....	15,543,447,865	15,504,472,544	38,975,321
	<u>27,482,940,350</u>	<u>26,563,951,145</u>	<u>918,989,205</u>

The notes appearing on page 6 are an integral part of this Statement of Assets and Liabilities.

H. R. BALLS,
Comptroller of the Treasury.

R. B. BRYCE,
Deputy Minister of Finance.

OF CANADA

LIABILITIES AS AT MARCH 31, 1966
as at March 31, 1965)

LIABILITIES

	March 31, 1966	March 31, 1965	Net increase or decrease (—) during 1965-66
15. Current and demand liabilities, schedule L, page 19—			
(a) Outstanding treasury cheques	\$ 332,859,574	\$ 315,077,232	\$ 17,782,342
(b) Accounts payable (that portion paid in April of the next following fiscal year)	380,308,616	363,925,315	16,383,301
(c) Non-interest-bearing notes payable to the international monetary fund and the international development association	255,388,518	367,897,531	-112,509,013
(d) Matured debt outstanding	27,324,686	19,140,916	8,183,770
(e) Interest due and outstanding	110,930,898	102,034,032	8,896,866
(f) Interest accrued	254,292,555	231,173,522	23,119,033
(g) Other current liabilities	37,731,247	33,367,648	4,363,599
	1,598,836,094	1,432,616,196	-33,780,102
16. Deposit and trust accounts, schedule M, page 21	310,728,861	262,837,026	47,891,835
17. Annuity, insurance and pension accounts, schedule N, page 25	6,392,132,945	5,675,840,853	716,292,092
18. Undisbursed balances of appropriations to special accounts, schedule O, page 25	101,945,175	95,702,607	6,242,568
19. Deferred credits, schedule P, page 26	138,119,215	113,208,312	24,910,903
20. Suspense accounts, schedule Q, page 26	31,390,931	5,531,972	25,858,959
21. Unmatured debt, schedule R, page 28—			
(a) Bonds	16,959,787,129	16,838,214,179	121,572,950
(b) Treasury bills	2,150,000,000	2,140,000,000	10,000,000
	19,109,787,129	18,978,214,179	131,572,950

NOTE:

The indirect or contingent liabilities of the Government of Canada, consisting of railway securities guaranteed as to principal and interest, \$1,331,547,986; other guarantees of \$7,321,187,000; together with certain indeterminate guarantees, are listed on page 84.

Total liabilities	27,482,940,350	26,563,951,145	918,989,205
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Auditor General's Certificate

The above statement has been examined in accordance with the provisions of the Financial Administration Act. I have obtained all the information and explanations I have required and, subject to the comments in my report to the House of Commons, I certify that the Statement is in agreement with the accounts maintained by the Department of Finance and that, in my opinion, it exhibits a correct view of the financial position of Canada as at March 31, 1966.

A. M. HENDERSON,
Auditor General.

NOTES TO STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 1966

The increase in net debt reflects the budgetary deficit of \$38,975,321.

Additional liabilities for the public service superannuation account and the Canadian forces superannuation account arising out of pay increases authorized in 1965-66 have been credited to these accounts and charged to deferred charges and are being amortized over a five year period commencing in 1965-66 in accordance with the amendments to the superannuation acts.

Unmatured debt includes bonds payable in New York in the amount of \$343,175,000 U.S. converted at the official parity rate of \$1 U.S. = \$1.08108 Canadian.

Explanations regarding the general nature of the items in the Statement of Assets and Liabilities

ASSETS

1. (a) Cash represents balances of current and special deposits at credit of the Receiver General of Canada in banks in Canada, London, New York, Paris and Bonn and cash in hands of collectors and in transit. Cash in hands of collectors and in transit represents moneys received by public officers on or before March 31 but not deposited to the credit of the Receiver General of Canada until after that date.
1. (b) Departmental working capital advances constitute the advances outstanding at the close of the relative fiscal years for working funds of certain government departments.
1. (c) This shows the temporary holdings by the Government of Canada at amortized cost of its own securities (including Canada savings bonds at par for resale to subscribers under the government employees instalment purchase plan). Also included are securities assigned to the Minister of Finance from the Canadian Arsenals Limited pension fund for liquidation by the Minister and payment into the public service superannuation account on or before March 31, 1967.
1. (d) This category includes moneys received after March 31, but applicable to the current year, and Post Office moneys in hands of collectors and in transit at March 31. Accounts receivable, with the exception of those held as charges against departmental working capital advances, are not included in this statement. Summaries of accounts receivable furnished by departments are shown in the departmental sections of Volume II and an overall total by departments is shown in appendix No. 13, section 9 of this volume.
2. This account records blocked currency on deposit in Canadian funds in the Central Bank of Chile to the credit of the Receiver General of Canada.
3. These are advances to finance the purchase of gold and foreign exchange. The value of investments from advances on the basis of official parity rate on March 31 is also shown in parentheses.
4. This account records the special securities issued by the Government of the United States of America and purchased by Canada pursuant to the terms of the Columbia River Treaty between the Governments of the United States and Canada.
5. The Canada Pension Plan Act, 1965 directed that this account be established to record the purchase and the sale of securities of the Government of Canada, of a participating province, or of any agent of Her Majesty in right of that province that is guaranteed as to principal and interest by the province. The amount by which the operating balance of the Canada pension plan account in any month exceeds the estimated amount required to meet all payments in the following three-month period is available for the purchase of securities of participating provinces. Securities of Canada shall be purchased with the excess remaining after purchasing securities of each province as required.
6. Loans to, and investments in, Crown corporations represent the government's outstanding advances to Crown corporations for working capital, capital expenditure and other purposes, investment in the capital of corporations and advances to corporations for reloaning. The government equity in Crown corporations as recorded in the accounts of Canada as at March 31, 1966, together with the unrecorded government equity in the surpluses (less deficits), reserves, etc., of the Crown corporations at their respective years ended coincident with, or immediately prior to, the fiscal year ended March 31, 1966, is shown in appendix No. 12, section 9 of this volume.
7. Loans to national governments consist mainly of the loan to the Government of the United Kingdom under the authority of the United Kingdom Financial Agreement Act, 1946 and loans to foreign countries under the Export Credits Insurance Act for purchase of goods and services in Canada.
8. (a) This category records Canada's subscription to the capital of the international bank for reconstruction and development, the international development association, the international finance corporation and the international monetary fund. The subscription to the international bank for reconstruction and development

consists of Canadian dollars and United States dollars; to the international development association, of United States dollars and non-interest-bearing notes; to the international finance corporation, of shares of stock of the corporation; and to the international monetary fund, of gold, Canadian dollars, United States dollars and non-interest-bearing notes. The notes, which are payable on demand, are carried in the Statement of Assets and Liabilities under "current and demand liabilities". This category also includes working capital advances and loans to international organizations, representing Canada's equity in the various organizations.

8. (b) Under this heading are loans to provinces originally made under relief acts and other legislation.
8. (c) This account records the cost of the acquisition of properties, building materials, livestock, farm equipment and commercial fishing equipment for purposes of the act for sale to qualified veterans of World War 2 and Korea under sale agreements which carry specified conditional benefits if the terms of such agreements are adhered to by the veterans.
8. (d) This category is composed of miscellaneous loans and balances receivable.
9. This category records the security holdings of various deposit and trust, and annuity, insurance and pension accounts.
10. (a) These accounts record the unamortized portions of the actuarial deficiencies in the Canadian forces superannuation account, the public service superannuation account and the Royal Canadian Mounted Police superannuation account which have been set up as deferred charges. Actuarial valuations are made quinquennially, the next of which will be made as at December 31, 1964 for the Royal Canadian Mounted Police superannuation account, as at December 31, 1965 for the Canadian forces superannuation account and as at December 31, 1967 for the public service superannuation account. Any actuarial deficiency revealed at that time will be credited to the account and charged to unamortized portions of actuarial deficiencies. The amount so credited will be charged to budgetary expenditure in five equal annual instalments commencing in the fiscal year in which the report is laid before Parliament. Also, the cost for benefits payable under the superannuation acts as a result of the authorization of salary increases, will be credited to the superannuation accounts and charged to unamortized portions of actuarial deficiencies and amortized over a period of five years commencing in the year in which the increase is authorized.
10. (b) This account consists of discounts, commissions, redemption and conversion premiums on loan flotations remaining to be charged annually to expenditure. These costs are amortized in the case of general loans, over the period from the date of issue to the earliest call date, if one is specified, otherwise to the maturity date of the loan, and in the case of Canada savings bonds over half the unexpired period to maturity date for existing loans at March 31, 1955 and over a period of five years from date of issue for subsequent loans.
11. This records at a nominal value of \$1 such capital assets of the government as land, buildings, works, equipment etc., which, in accordance with long standing practice, are charged to budgetary expenditure at the time of acquisition or construction.
12. This group includes certain loans and advances which are not currently revenue-producing or realizable.
13. This reserve is provided for losses on realization of assets.

NET DEBT

14. The net debt of Canada is represented by the excess of liabilities over the net recorded assets, or, in effect, the deficit since Confederation.

LIABILITIES

15. (a) This is the balance of treasury cheques issued and unpaid on March 31 with the exception of those outstanding for ten years or more which have been transferred to non-tax revenue—refunds of previous years' expenditure.
15. (b) This account represents the treasury cheques issued in April which are applicable to the previous fiscal year as authorized by section 35 of the Financial Administration Act.
15. (c) This account records the non-interest-bearing notes in respect of Canada's subscription to the capital of international organizations.
15. (d) This item represents the amount of matured bonds and other securities outstanding on March 31 with the exception of those transferred to revenue. In the fiscal year 1958-59 a new practice was introduced of transferring to non-tax revenue—miscellaneous, those matured bonds and other securities which are outstanding for 15 years after the date of call or of maturity, whichever is the earlier, but in no event less than five years after the date of maturity.
15. (e) This represents the amount of interest which has become due on the public debt but remains unpaid.
15. (f) This represents the amount of accrued interest to March 31 on the public debt but which is not due and payable until some future date.
15. (g) This group includes miscellaneous liabilities of the Government of Canada. Generally the creditor is in possession of some form of the government's negotiable paper that is due and payable on demand. The liability for post office money orders is the main item in this group.

16. The accounts in this category represent the government's liability for moneys deposited for various purposes. They fall into two broad classes. The first of these, comprising the large majority of the accounts, consists of those cases where the government acts virtually as trustee, administering the funds for the purpose for which they were created. The other class is the deposit accounts which cover mainly those cases where the government has received the moneys as a guarantee that work will be properly performed.
17. This category records the government's liability as an insurer of certain persons and as administrator of certain pension funds and government annuities. The government receives premiums or similar assessments and in turn pays out specific benefits. There is also included the uninvested portion of the unemployment insurance fund administered by the Unemployment Insurance Commission.
18. This category records the undisbursed balances of appropriations to special accounts for which moneys have been appropriated by Parliament and from which disbursements may be made for authorized purposes.
19. This category records those accounts which reflect amounts due to the government but in respect of which payment has been deferred. These are contra accounts to corresponding items in the assets.
20. The accounts in this category cover items in which there are elements involving uncertainty as to accounting treatment or disposal and others in respect of which accounting treatment is known but which are held for final disposition pending completion of certain conditions.
21. This account shows the unmatured debt of the Government of Canada which includes bonds payable in New York in the amount of \$343,175,000 U.S. converted at the official parity rate of \$1 U.S. = \$1.08108 Canadian. Also included are special non-marketable bonds redeemable on thirty days notice held by the Unemployment Insurance Commission and special non-marketable bonds held in the Canada pension plan investment account.

SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES

AS AT MARCH 31, 1966

(with comparative figures as at March 31, 1965)

	1966	1965	Net increase or decrease (—) during 1965-66
	\$	\$	\$
Schedule A			
Cash—			
Finance—			
1 In Receiver General current deposits—			
Canada.....	603,834,373	652,016,874	—48,182,501
London.....	5,398,811	6,715,620	—1,316,809
New York.....	15,446,323	16,126,876	—680,553
Paris.....	3,191,310	2,053,984	1,137,326
Bonn.....	5,529,697	4,147,917	1,381,780
	633,400,514	681,061,271	—47,660,757
In Receiver General special deposits—			
2 Bank of Montreal, London—			
Bond redemption account.....	10,744	11,356	—612
2 Bank of Montreal, New York—			
Interest account.....	1,017	1,019	—2
Securities account.....	585,865	587,055	—1,190
2 Bank of Montreal Trust Co., New York—			
Interest account.....	96,703	66,193	30,510
2 Bank of England—			
Interest account.....	12,163	12,179	—16
Redemption account.....	39,282	46,896	—7,614
3 Royal Bank of Canada, Ottawa—			
Diplomatic and trade mission account.....	828,000	500,000	328,000
	1,573,774	1,224,698	349,076
4 In hands of collectors and in transit.....	124,105,716	167,996,166	—43,890,450
	759,080,004	850,282,135	—91,202,131

Schedule B**Departmental Working Capital Advances—**

1 Agriculture.....	235,516	219,669	15,847
2 Agricultural commodities stabilization account.....	5,425,625	23,151,647	—17,726,022
3 Agricultural products board account.....	10,041	747,493	—737,452
4 Board of Grain Commissioners—Canadian government elevators.....	12,924	92,410	—79,486
5 Prairie farm rehabilitation administration—stores account ..	102,576	120,930	—18,354
6 Citizenship and Immigration—posts abroad.....	40,464	263,842	—223,378
Defence Production—			
7 Revolving fund.....	22,589,633	30,157,245	—7,567,612
8 Canadian government supply service.....			
9 Purchase and storage of strategic materials.....		716,840	—716,840
10 Queen's Printer's advance account.....	3,715,578	2,707,927	1,007,651
11 External Affairs—posts abroad.....	631,088	529,074	102,014
Finance—			
12 Blank bonds reserve.....	304,028	186,215	117,813
13 Data processing services.....			
14 Fire losses replacement account.....		32,468	—32,468
15 Miscellaneous departmental imprest and advance accounts..	21,123,925	18,640,802	2,483,123
Royal Canadian Mint—			
16 Bronze coinage account.....	1,070,727	1,010,058	60,669

SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

		1966	1965	Net increase or decrease (—) during 1965-66
		\$	\$	\$
Schedule B—Concluded				
17	Gold purchase account.....	1,873,740	5,468,233	—3,594,493
16	Nickel coinage account.....	1,453,773	70,922	1,382,851
16	Silver bullion purchase account.....	159,159	133,035	26,124
16	Silver coinage account.....	10,236,741	12,021,314	—1,784,573
		14,794,140	18,703,562	—3,909,422
18	Fisheries.....	15,578	19,249	—3,671
19	Fisheries prices support account.....	209,102	62,377	146,725
Forestry—				
20	Maritime marshland rehabilitation administration—stores account.....	11,374	11,501	—127
21	Mines and Technical Surveys—stockpiling of uranium con- centrates.....	37,069,770	24,413,920	12,655,850
22	National Film Board—operating account.....	1,029,509	765,974	263,535
23	National Research Council—central warehouse fund.....	256,945	177,422	79,523
24	National Revenue—Customs and Excise.....	34,932	62,446	—27,514
Northern Affairs and National Resources—				
25	Stores account—national parks.....	827,250	802,498	24,752
26	Stores account—northern administration branch.....	384,472	359,709	24,763
27	Post Office.....	303,292	291,015	12,277
28	Public Archives.....	10,918	8,742	2,176
29	Public Printing and Stationery—printing of publications.....	149,019	195,941	—46,922
30	Royal Canadian Mounted Police.....	276,089	316,209	—40,120
31	Secretary of State—National Museum of Canada.....	7,409		7,409
Solicitor General—correctional services—				
32	Canteen fund.....	32,608	25,296	7,312
33	Industrial and stores account.....	878,165	731,908	146,257
34	Livestock and canning supplies stores account.....	94,291	82,720	11,571
Trade and Commerce—				
35	Departmental field offices in Canada and posts abroad.....	588,958	445,924	143,034
Transport—				
36	Government telephone account.....	306,207	265,701	40,506
37	Stores account.....	8,927,987	7,908,394	1,019,593
Veterans Affairs—				
38	Manufacture of Remembrance Day poppies.....	177,062	187,425	—10,363
		120,576,475	133,404,495	— 12,828,020

Schedule C**Other Current Assets—**

Finance—

1	Moneys received after March 31, but applicable to current fiscal year.....	42,910,192	16,996,874	25,913,318
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Post Office—

2	Cash on hand and in transit.....	11,951,543	12,138,120	—186,577
		54,861,735	29,134,994	25,726,741

SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

	1966	1965	Net increase or decrease (—) during 1965-66
	\$	\$	\$
Schedule D			
Canada Pension Plan Investment Fund—			
1 Securities of, or guaranteed by—			
Newfoundland.....	655,000		655,000
Prince Edward Island.....	108,000		108,000
Nova Scotia.....	1,248,000		1,248,000
New Brunswick.....	972,000		972,000
Ontario.....	20,110,000		20,110,000
Manitoba.....	2,077,000		2,077,000
Saskatchewan.....	1,432,000		1,432,000
Alberta.....	3,064,000		3,064,000
British Columbia.....	5,085,000		5,085,000
Government of Canada.....	102,000		102,000
	<u>34,853,000</u>		<u>34,853,000</u>

Schedule E			
Sinking Fund and Other Investments held for Retirement of Unmatured Debt—			
1 Other investments.....			

Schedule F			
Loans to, and Investments in, Crown Corporations—			
Agriculture—			
1 Farm Credit Corporation—			
Bonds and notes.....	564,728,542	424,235,880	140,492,662
Capital.....	22,750,000	17,000,000	5,750,000
Farm machinery syndicates loan fund—			
Advances.....	864,500	55,000	809,500
Working capital.....		50,000	—50,000
	<u>588,343,042</u>	<u>441,340,880</u>	<u>147,002,162</u>
2 Atomic Energy of Canada Limited—			
Capital stock.....	15,000,000	15,000,000	
Loans.....	10,523,229	8,840,140	1,683,089
Douglas Point generating station.....	47,670,000	41,858,000	5,812,000
Pickering generating station.....	2,400,000		2,400,000
Sheridan Park.....	2,000,000		2,000,000
	<u>77,693,229</u>	<u>65,698,140</u>	<u>11,895,089</u>
3 Canadian Broadcasting Corporation—			
Working capital.....	3,000,000	3,000,000	
4 Central Mortgage and Housing Corporation—			
Capital.....	25,000,000	25,000,000	
Loans and advances.....	2,410,076,371	2,112,843,646	297,232,725
Mortgage and loan purchase fund.....	17,850,000		17,850,000
	<u>2,452,926,371</u>	<u>2,137,843,646</u>	<u>315,082,725</u>
Defence Production—			
5 Canadian Arsenals Limited.....	5,000,000	7,500,000	—2,500,000
6 Canadian Commercial Corporation.....	5,500,000	3,500,000	2,000,000
7 Polymer Corporation Limited—capital stock.....	30,000,000	30,000,000	
	<u>40,500,000</u>	<u>41,000,000</u>	<u>—500,000</u>

SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

		1966	1965	Net increase or decrease (—) during 1965-66
		\$	\$	\$
Schedule F—<i>Continued</i>				
Loans to, and Investments in, Crown Corporations—<i>Continued</i>				
Finance—				
8	Bank of Canada—capital stock.....	5,920,000	5,920,000	
Mines and Technical Surveys—				
10	Eldorado Mining and Refining Limited—capital stock.....	8,246,877	8,246,877	
11 National Capital Commission—				
	Excluding greenbelt.....	32,108,637	26,035,509	6,073,128
National Research Council—				
12	Canadian Patents and Development Limited—capital stock.....	296,199	296,199	
Northern Affairs and National Resources—				
Northern Canada Power Commission—				
13	Advances pursuant to the Northern Canada Power Commission Act.....	29,815,046	27,746,569	2,068,477
14	Advances re investigations.....	50,000	50,000	
		29,865,046	27,796,569	2,068,477
Trade and Commerce—				
Export Credits Insurance Corporation—				
15	Capital stock.....	5,000,000	5,000,000	
16	Capital surplus—working capital.....	5,000,000	5,000,000	
17 Loans pursuant to sec. 21A, Export Credits Insurance Act—				
	Argentina.....	4,028,117	4,028,117	
	Brazil.....	9,145,667	7,836,433	1,309,234
	Ceylon.....	2,859,253	1,499,630	1,359,623
	Chile.....	20,569,780	18,090,804	2,478,976
	India.....	26,197,850	15,094,961	11,102,889
	Israel.....	1,785,089	1,785,089	
	Liberia.....	1,093,905	807,097	286,808
	Mexico.....	30,904,964	22,019,311	8,885,653
	Pakistan.....	9,065,289	6,748,471	2,316,818
	Philippines.....	11,045,007	3,857,143	7,187,864
	Taiwan.....	233,267		233,267
	United Arab Republic.....	1,225,128		1,225,128
		128,153,316	91,767,056	36,386,260
Transport—				
18 Canadian National Railways—				
Advances—				
	Refunding Act, 1955.....	273,000,000	238,000,000	35,000,000
	Financing and Guarantee Act, 1960.....	27,000,000	27,000,000	
	Financing and Guarantee Act, 1961.....	28,371,000	28,371,000	
19 Capital Revision Act, 1952—				
	Preferred stock.....	1,044,350,476	1,020,206,559	24,143,917
	Twenty-year obligation.....	100,000,000	100,000,000	
20	Canadian Government Railways—working capital.....	16,983,762	16,983,762	
21 Air Canada—				
	Income deficit account, 1965.....		3,578,000	—3,578,000
	Income deficit account, 1966.....	4,290,000		4,290,000
		1,493,995,238	1,434,139,321	59,855,917
Canadian National Railways—loans with respect to				
Yarmouth—Bar Harbour ferry services—				
22	New dock and facilities.....	490,160	514,668	—24,508
23	Working capital.....	200,000	200,000	
24 Canadian National (West Indies) Steamships Limited—				
	capital stock.....	325,000	325,000	
25	Canadian Overseas Telecommunication Corporation.....	52,522,430	55,054,045	—2,531,615
26	National Harbours Board.....	202,818,913	199,833,291	2,985,622

SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule F—Concluded

Loans to, and Investments in, Crown Corporations—Concluded

	1966	1965	Net increase or decrease (—) during 1965-66
	\$	\$	\$
27 The St. Lawrence Seaway Authority—			
Loans.....	326,700,000	326,500,000	200,000
Deferred interest.....	45,145,000	38,724,000	6,421,000
Interest-free loans.....	64,000,000	44,000,000	20,000,000
	<u>435,845,000</u>	<u>409,224,000</u>	<u>26,621,000</u>
	5,553,149,458	4,948,235,201	604,914,257
Recovery likely to require parliamentary appropriations —			
3 Canadian Broadcasting Corporation—loans.....	26,704,500	14,250,000	12,454,500
9 Canadian Corporation for the 1967 World Exhibition—notes.....	44,000,000		44,000,000
11 National Capital Commission—greenbelt.....	35,220,613	33,815,976	1,404,637
	<u>105,925,113</u>	<u>48,065,976</u>	<u>57,859,137</u>
	<u>5,659,074,571</u>	<u>4,996,301,177</u>	<u>662,773,394</u>

Schedule G

Loans to National Governments—

Australia—			
National Defence—			
1 General advances.....	5,052		5,052
Belgium—			
Finance—			
2 Export Credits Insurance Act, sec. 23.....	25,377,000	27,684,000	—2,307,000
Ceylon—			
External Affairs—			
3 Loan for the purchase of wheat and flour.....	564,625	846,937	—282,312
France—			
Finance—			
2 Export Credits Insurance Act, sec. 23.....	66,944,000	66,944,000	
4 Interim credit—consolidated interest.....	656,000	656,000	
India—			
External Affairs—			
5 Loan for the purchase in Canada of aircraft and associated spare parts.....	6,366,225	8,637,020	—2,270,795
Netherlands—			
Finance—			
2 Export Credits Insurance Act, sec. 23.....	32,130,000	32,130,000	
New Zealand—			
6 Veterans Affairs—pensions, etc.—recoverable.....	13,073	12,949	124
United Kingdom—			
Finance—			
7 The United Kingdom Financial Agreement Act, 1946....	942,714,819	995,102,634	—52,387,815
8 Deferred interest.....	82,984,751	63,760,730	19,224,021
9 Deferred principal.....	52,387,815		52,387,815
National Defence—			
1 General advances.....	289	74	215
United States of America—			
Fisheries—			
10 Pacific Halibut Treaty—collectible expenses.....	23,862	20,529	3,333
10 Pacific Salmon Treaty—collectible expenses.....	65,030	65,185	—155

SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

	1966	1965	Net increase or decrease (—) during 1965-66
	\$	\$	\$
Schedule G—<i>Concluded</i>			
Loans to National Governments—<i>Concluded</i>			
National Defence—			
11 Advances with respect to Pinetree.....		11	—11
1 General advances.....	1,237	287	950
Miscellaneous—			
External Affairs — External aid—			
12 Special loan assistance—developing countries.....	5,256,024		5,256,024
National Defence—			
13 Visiting Forces (North Atlantic Treaty) Act—damage claims, recoverable.....	647	27,716	—27,069
	1,215,490,449	1,195,888,072	19,602,377
3 Recovery likely to require parliamentary appropriations—			
Loan to India for purchase of wheat and flour.....	9,428,572	10,688,479	—1,259,907
Deferred interest.....	293,622		293,622
	9,722,194	10,688,479	—966,285
	1,225,212,643	1,206,576,551	18,636,092

Schedule H**Other Loans and Investments—**

Subscription to capital of, and working capital advances and loans to, international organizations—			
Canada's subscription to capital of—			
1 International bank for reconstruction and development...	80,482,712	80,482,712	
2 International development association.....	55,695,124	40,668,112	15,027,012
3 International finance corporation.....	3,522,375	3,522,375	
4 International monetary fund.....	577,250,046	577,250,046	
	716,950,257	701,923,245	15,027,012
5 Working capital advances and loans to international organizations—			
Food and agricultural organization.....	195,511	104,899	90,612
General agreement on tariffs and trade.....	14,508	7,729	6,779
Intergovernmental maritime consultative organization....	2,161	1,621	540
International atomic energy agency.....	38,278	55,076	—16,798
International civil aviation organization.....	36,356	39,352	—2,996
International labour organization.....	68,666	68,666	
United nations bonds.....	5,860,337	6,081,637	—221,300
United nations educational, scientific and cultural organi- zation.....	87,445	87,445	
United nations organization.....	1,327,801	1,269,955	57,846
World health organization.....	113,911	113,911	
	7,744,974	7,830,291	—85,317
	724,695,231	709,753,536	14,941,695
Loans to provincial governments—			
Newfoundland—			
Mines and Technical Surveys—			
6 Northern Canada Power Commission—			
Advances pursuant to the Atlantic Provinces Power Development Act.....	3,036,187		3,036,187
Loans pursuant to the Atlantic Provinces Power Development Act.....	489,070	493,395	—4,325

SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

	1966	1965	Net increase or decrease (—) during 1965-66
	\$	\$	\$
Schedule H—Continued			
Other Loans and Investments—Continued			
Loans to provincial governments—Concluded			
Nova Scotia—			
Mines and Technical Surveys—			
6 Northern Canada Power Commission—			
Loans pursuant to the Atlantic Provinces Power Development Act.....	7,043,621	7,139,068	—95,447
New Brunswick—			
Finance—			
7 Beechwood power project.....	4,196,374	8,236,205	—4,039,831
Mines and Technical Surveys—			
6 Northern Canada Power Commission—			
Advances pursuant to the Atlantic Provinces Power Development Act.....	2,446,707	1,859,379	587,328
Loans pursuant to the Atlantic Provinces Power Development Act.....	22,404,557	22,692,059	—287,502
Manitoba—			
Agriculture—			
8 Crop insurance.....		165,537	—165,537
9 Shellmouth dam and portage diversion project— recoverable costs.....	205,122	43,726	161,396
Finance—			
10 Consolidated loans—1947 settlement.....	9,027,855	9,689,744	—661,889
Mines and Technical Surveys—			
11 Lac Seul and Lake of the Woods storage projects.....	764,202	801,338	—37,136
12 Operation, etc., of storage projects.....	4,881	7,824	—2,943
Saskatchewan—			
Agriculture—			
13 South Saskatchewan River project—			
Recoverable costs.....	5,152,116	4,550,345	601,771
Treasury bills.....	9,936,779	7,796,779	2,140,000
Finance—			
10 Consolidated loans—1947 settlement.....	14,906,481	16,113,552	—1,207,071
Alberta—			
Finance—			
10 Consolidated loans—1947 settlement.....	5,870,503	6,310,199	—439,696
British Columbia—			
Finance—			
10 Consolidated loans—1947 settlement.....	11,238,651	12,118,402	—879,751
14 Overpayment to provinces arising out of Federal- Provincial Tax-sharing Arrangements Act.....		418,254	—418,254
	96,723,106	98,435,806	—1,712,700
15 Veterans land act fund.....	278,841,981	256,407,799	22,434,182
Less reserve for conditional benefits.....	—22,650,520	—24,339,169	1,688,649
	256,191,461	232,068,630	24,122,831
Miscellaneous—			
Agriculture—			
17 Loans to settlers in the Bow River project.....	123,812	135,706	—11,894

SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

	1966	1965	Net increase or decrease (—) during 1965-66
	\$	\$	\$
Schedule H—Continued			
Other Loans and Investments—Continued			
Miscellaneous—Continued			
Citizenship and Immigration—			
18	Assisted movement loans.....	92,368	92,368
19	Assisted passage scheme.....	6,386,592	3,681,351
Defence Production—			
Balances receivable under agreements of sale of Crown assets—			
20	Algoma Steel Corporation Limited.....	1,047,512	1,139,939
21	Canadair Limited.....		569,099
22	Crown Assets Disposal Corporation—Canadian Car (Pacific) Limited.....	8,011	16,023
23	DeHavilland Aircraft of Canada Limited, Malton Divi- sion (formerly Avro Aircraft Limited).....	232,015	464,030
24	Hawker-Siddeley Canada Limited, Orenda Engines Division (formerly Orenda Engines Limited).....	834,907	1,669,814
25	Renfrew Aircraft and Engineering Company Limited...	288,100	288,100
		2,410,545	4,147,005
26	Crown Assets Disposal Corporation—government equity in agency account.....	5,004,231	5,521,558
27	The Corporation of the Township of Toronto.....	168,382	193,655
Finance—			
16	Municipal development and loan board advances.....	115,490,508	9,474,564
	Less reserve for forgiveness of indebtedness.....	—6,632,903	—1,837,280
		108,857,605	7,637,284
28	Advances to employees re diplomatic service (special) superannuation account and the Canada/Quebec pension plans.....	584	584
28	Advances to employees re public service superannuation account and the Canada/Quebec pension plans.....	4,063,900	4,063,900
28	Advances to employees re retirement fund account and the Canada/Quebec pension plans.....	113,789	113,789
29	Bank for international settlements.....	272,786	272,786
30	Fraser River Harbour Commission.....	1,273,308	1,371,645
31	Municipal Improvements Assistance Act, 1938.....	804,007	937,201
32	Ottawa civil service recreational association re W. Clifford Clark Memorial Recreational Centre.....	1,057,276	1,068,498
33	Saint John Harbour Bridge Authority.....		
Fisheries—			
34	Fishermen's indemnity plan.....		
Industry—			
35	Loans to manufacturers of automotive products in Canada affected by the Canada-United States agreement on automotive products.....	125,000	125,000
Mines and Technical Surveys—			
36	Avon Coal Company Limited.....	423,480	470,480
37	Bras d'Or Coal Company Limited.....	141,000	68,000
38	Canmore Mines Limited.....	160,000	160,000
39	Comox Mining Company Limited.....	11,942	11,942
40	Crown Trust Company.....	8,620	8,620
41	Crow's Nest Industries Limited.....	680,000	177,500
42	Dominion Coal Company Limited.....	4,521,906	4,521,906

SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

	1966	1965	Net increase or decrease (—) during 1965-66
	\$	\$	\$
Schedule H—Concluded			
Other Loans and Investments—Concluded			
Miscellaneous—Concluded			
Mines and Technical Surveys—Concluded			
43 D. W. & R. A. Mills Limited.....	322,327	359,012	—36,685
44 Great West Coal Company Limited (formerly Western Dominion Coal Mines Limited).....	366,127	497,443	—131,316
45 V. C. McMann Limited.....	49,161	52,640	—3,479
National Defence—			
46 Japanese Telephone Company bonds.....		95	—95
47 Loans for housing projects—Canadian forces.....	20,559,829	20,386,463	173,366
48 Town of Oromocto Development Corporation—loans for housing projects.....	1,123,454	1,146,680	—23,226
National Health and Welfare—			
50 Canada pension plan—recoverable costs.....			
51 Education loans—employees.....	6,962	9,408	—2,446
52 Temporary loans to the old age security fund.....		24,953,515	—24,953,515
Northern Affairs and National Resources—			
53 Education loans—employees.....	850	1,450	—600
54 Eskimo loan fund.....	456,082	436,862	19,220
55 Government of the Northwest Territories.....	6,418,143	3,885,341	2,532,802
56 Government of the Yukon Territory—			
Loans.....	6,617,775	4,877,444	1,740,331
City of Whitehorse.....	1,921,756	1,977,686	—55,930
Indian Affairs—			
57 Assistance to Indians.....	844,415	714,320	130,095
58 Electrical co-operatives—shares.....		3	—3
59 Jasper Recreation Commission.....	44,570	44,570	
60 Yukon Coal Company Limited.....	179,626	188,821	—9,195
Solicitor General—			
61 Loans to parolees.....	1,143	805	338
Transport—			
62 Construction of dock and rail facilities for Steep Rock Iron Mines Limited.....	878,677	1,057,980	—179,303
63 Corporation of the City of Montreal—Atwater Tunnel... ..	1,827,252	1,872,452	—45,200
64 Corporation of the City of Montreal—debentures— St. Remi Tunnel.....	987,015	1,027,433	—40,418
65 Hamilton Harbour Commissioners.....	1,725,000	1,675,000	50,000
66 Lakehead Harbour Commissioners.....	89,936	295,731	—205,795
67 Nanaimo Harbour Commissioners.....	238,151	300,000	—61,849
68 Unemployment Insurance Commission.....			
Veterans Affairs—			
69 Advance to working capital fund of the Commonwealth War Graves Commission.....	27,000	27,000	
70 Loan to William J. Edwards.....	1,000	1,000	
71 British family settlement.....	1,079	1,542	—463
72 Soldier land settlement loans.....	6,898	7,799	—901
	181,395,361	96,023,632	85,371,729
49 Recovery likely to require parliamentary appropriations— Capital assistance loans—Town of Oromocto, New Brunswick.....	4,207,529	3,846,285	361,244
	1,263,212,688	1,140,127,889	123,084,799

SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

	1966	1965	Net increase or decrease (—) during 1965-66
	\$	\$	\$
Schedule I			
Securities Held in Trust—			
Deposit and trust accounts—			
Citizenship and Immigration—			
Immigration guarantee fund.....	63,000	58,000	5,000
Finance—			
Contractors' securities (sundry departments)—			
Bonds.....	3,494,100	4,219,400	—725,300
Certified cheques.....	194,143	186,478	7,665
King George V silver jubilee cancer fund for Canada.....	101,710	105,175	—3,465
Justice—Bankruptcy Act.....	167,000	171,000	—4,000
National Gallery of Canada—special operating account.....	1,000	1,000	
National Revenue—			
Customs and excise—guarantee deposits.....	5,388,000	5,153,500	234,500
Northern Affairs and National Resources—			
Guarantee deposits.....	30,468,719	27,103,467	3,365,252
Indian affairs—			
Guarantee deposits—reserve resources.....	276,000		276,000
Indian band fund—shares.....	16,383	10,000	6,383
Indian estates.....	194,450	217,400	—22,950
Indian savings.....	66,500	67,200	—700
Indian special accounts.....	6,000	6,000	
Post Office—			
Guarantee fund.....	446,500	436,500	10,000
Guarantee of postage.....	266,500	261,000	5,500
Royal Canadian Mounted Police—benefit fund.....	82,100	82,100	
Secretary of State—McKee trophy fund.....	1,000	1,000	
Transport—			
Canadian vessel construction assistance.....	5,239,950	295,000	4,944,950
Webster trophy—special fund.....		200	—200
National Harbours Board—special account No. 2—bonds...	113,000	310,500	—197,500
Veterans Affairs—army benevolent fund.....	256,150	256,150	
Annuity, insurance and pension accounts—			
Transport—pilots pension funds—			
Halifax.....	214,000	208,000	6,000
Saint John.....	327,300	308,300	19,000
Sydney.....	475,000	458,000	17,000
Montreal.....	2,453,000	2,185,000	268,000
British Columbia.....	1,645,000	1,485,000	160,000
	<u>51,956,505</u>	<u>43,585,370</u>	<u>8,371,135</u>

Schedule J**Inactive Loans and Investments—**

Finance—			
1 Loan to China—Export Credits Insurance Act.....	49,426,118	49,426,118	
1 Loan to Greece.....	6,525,000	6,525,000	
1 Loan to Roumania.....	24,329,262	24,329,262	
2 Province of Saskatchewan—seed grain advances, 1908.....	73,691	73,691	
3 Implementation of guarantee—Ming Sung Industrial Company Limited.....	14,470,310	14,470,310	
	<u>94,824,381</u>	<u>94,824,381</u>	

SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

	1966	1965	Net increase or decrease (—) during 1965-66
	\$	\$	\$
Schedule K			
Net Debt—			
Balance March 31, 1965.....			\$15,504,472,544
Add:			
Deficit for fiscal year 1965-66—			
Budgetary expenditure.....		\$7,734,795,525	
Less—Budgetary revenue.....		7,695,820,204	
			38,975,321
Balance March 31, 1966.....			15,543,447,865
Schedule L			
Current and Demand Liabilities—			
1 Outstanding treasury cheques.....	332,859,574	315,077,232	17,782,342
2 Accounts payable (that portion paid in April of the next following fiscal year).....	380,308,616	363,925,315	16,383,301
3 Non-interest-bearing notes payable on demand—			
To the international development association.....	22,388,518	22,897,531	—509,013
To the international monetary fund.....	233,000,000	345,000,000	—112,000,000
	255,388,518	367,897,531	—112,509,013
4 Matured debt outstanding—			
Payable in Canada—			
Refunding loan, 1937-51, 3½ per cent.....		3,500	—3,500
Loan of 1932-52, 4 per cent.....		6,500	—6,500
Loan of 1935-55, 3 per cent, dated June 1 and Nov. 15...		18,500	—18,500
Loan of 1938-58, 3 per cent.....	22,800	24,300	—1,500
Loan of 1936-66, 3½ per cent (called).....	87,000	94,000	—7,000
Conversion loan, 1931-57, 4½ per cent.....		11,900	—11,900
Conversion loan, 1931-58, 4½ per cent.....		17,000	—17,000
Conversion loan, 1931-59, 4½ per cent.....		84,400	—84,400
Conversion loan, 1958-61, 3 per cent.....	102,000	116,000	—14,000
Conversion loan, 1958-65, 3½ per cent.....	3,115,400		3,115,400
First war loan, 1940-52, 3½ per cent.....	47,196	51,907	—4,711
Second war loan, 1940-52, 3 per cent.....		41,000	—41,000
Victory loan 1941-51, 3 per cent.....		187,759	—187,759
Second victory loan, 1942-54, 3 per cent.....	254,470	276,942	—22,472
Third victory loan, 1942-56, 3 per cent.....	268,458	291,789	—23,331
Fourth victory loan, 1943-57, 3 per cent.....	402,800	442,800	—40,000
Fifth victory loan, 1943-59, 3 per cent.....	693,000	804,900	—111,900
Sixth victory loan, 1944-48, 1½ per cent.....		1,000	—1,000
Sixth victory loan, 1944-60, 3 per cent.....	870,500	1,034,050	—163,550
Seventh victory loan, 1944-59/62, 3 per cent.....	1,371,900	1,699,150	—327,250
Eighth victory loan, 1945-63, 3 per cent.....	2,142,850	3,175,950	—1,033,100
Non-interest-bearing certificates.....	15,868	16,264	—396
War savings certificates, 1940.....	2,460,785	2,546,416	—85,631
War savings stamps, 1940.....	2,030,770	2,033,597	—2,827
Canada savings bonds, series 1.....	341,500	394,800	—53,300
Canada savings bonds, series 2.....	180,050	209,900	—29,850
Canada savings bonds, series 3.....	181,050	211,800	—30,750
Canada savings bonds, series 4.....	305,000	366,450	—61,450
Canada savings bonds, series 5.....	315,950	387,950	—72,000
Canada savings bonds, series 6.....	795,100	1,116,950	—321,850
Canada savings bonds, series 7.....	1,034,700	1,592,150	—557,450
Canada savings bonds, series 8.....	8,586,500		8,586,500

SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

	1966	1965	Net increase or decrease (—) during 1965-66
	\$	\$	\$
Schedule L—Continued			
Current and Demand Liabilities—Continued			
Matured debt outstanding— <i>Concluded</i>			
Payable in Canada— <i>Concluded</i>			
Loan of 1953-58, 3 per cent.....		1,000	—1,000
Loan of 1957-59, 3 per cent.....	5,000	5,000	
Loan of 1957-59/60, 3 per cent.....	13,000	21,000	—8,000
Loan of 1958/59-61, 3 per cent.....	17,000	22,000	—5,000
Loan of 1959/60-62, 5½ per cent.....	97,000	182,000	—85,000
Loan of 1959-63, 4 per cent.....	30,000	46,000	—16,000
Loan of 1960-63, 4 per cent.....	14,000	50,000	—36,000
Loan of 1960-63, 5½ per cent.....	47,000	121,000	—74,000
Loan of 1961-62, 3½ per cent.....	3,000	6,000	—3,000
Loan of 1961-62, 3 per cent.....	1,000	1,000	
Loan of 1961-64, 4 per cent.....	67,000	305,000	—238,000
Loan of 1961-64, 4 per cent.....	50,000	203,000	—153,000
Loan of 1961-64, 3¼ per cent.....	10,000	90,000	—80,000
Loan of 1962-65, 3½ per cent.....	7,000	127,000	—120,000
Loan of 1963-64, 3¼ per cent.....	11,000	13,000	—2,000
Loan of 1963-64, 3¼ per cent.....	3,000	16,000	—13,000
Loan of 1963-64, 3¼ per cent.....		3,000	—3,000
Loan of 1963-64, 3¼ per cent.....	6,000	98,000	—92,000
Loan of 1963-65, 4¼ per cent.....	12,000		12,000
Loan of 1962/63-65, 4¼ per cent.....	121,000		121,000
Loan of 1963-66, 3½ per cent.....	596,000		596,000
Loan of 1964-65, 3½ per cent.....		64,000	—64,000
Loan of 1964-65, 3½ per cent.....	240,000		240,000
Loan of 1964-65, 3½ per cent.....	6,000		6,000
Loan of 1964-66, 3½ per cent.....	59,000		59,000
Treasury bills.....	174,000	388,000	—214,000
	27,214,647	19,021,624	8,193,023
Payable in London—			
Loan of 1933/34-63 Newfoundland stock, 3 per cent.....	39,282	46,896	—7,614
Loan of 1938-63, 3¼ per cent.....		602	—602
Loan of 1953-58, 4 per cent.....	9,357	9,366	—9
Sundry loans and debentures.....		904	—904
	48,639	57,768	—9,129
Payable in New York—			
Loan of 1930-60, 4 per cent.....	46,319	46,413	—94
Loan of 1936-61, 3¼ per cent.....	15,081	15,111	—30
	61,400	61,524	—124
	27,324,686	19,140,916	8,183,770
5 Interest due and outstanding—			
Unpaid interest—			
Domestic loans.....	110,745,844	101,879,278	8,866,566
London loans.....	39,785	39,897	—112
New York loans.....	145,269	114,857	30,412
	110,930,898	102,034,032	8,896,866
6 Interest accrued.....	254,292,555	231,173,522	23,119,033
Other current liabilities—			
Agriculture—			
7 Hog and lamb premiums—outstanding warrants.....	537,497	570,836	—33,339
Finance—			
8 Bank of Canada—outstanding treasury cheques settlement account.....	290,946		290,946
9 Dominion stock, issue B, 3½ per cent.....		1,000	—1,000
10 Letter of credit—outstanding cheques.....	8,522,557	5,973,830	2,548,727
11 Outstanding imprest account cheques.....	35,683	35,763	—80

SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

	1966	1965	Net increase or decrease (—) during 1965-66
	\$	\$	\$
Schedule L—Concluded			
Current and Demand Liabilities—Concluded			
Other current liabilities—Concluded			
Mines and Technical Surveys—			
12 Eldorado Mining and Refining Limited—unpresented capital stock.....	26,922	26,922	
Post Office—			
13 Outstanding money orders.....	27,552,842	26,631,218	921,624
14 Post office account.....	764,800	128,079	636,721
	<u>37,731,247</u>	<u>33,367,648</u>	<u>4,363,599</u>
	<u>1,398,836,094</u>	<u>1,432,616,196</u>	<u>—33,780,102</u>

Schedule M

Deposit and Trust Accounts—

Agriculture—			
1 Canada Grain Act—interest clearing account.....			
2 Commonwealth institute of biological control.....	16,143	15,847	296
3 Contractors holdbacks.....	1,568,683	1,042,031	526,652
4 Prairie farm emergency fund.....	3,294,943		3,294,943
Atlantic Development Board—			
3 Contractors holdbacks.....	47,853	10,331	37,522
5 Deposits for sharing costs of certain projects.....	40,605		40,605
6 Chief Electoral Officer—candidates election deposits.....			
Citizenship and Immigration—			
7 Immigration guarantee fund.....	1,553,376	1,309,941	243,435
Defence Production—			
8 Federal Republic of Germany.....	2,533,333		2,533,333
External Affairs—			
3 Contractors holdbacks.....	3,567	18,619	—15,052
External aid—			
3 Contractors holdbacks.....	230,208	145,297	84,911
9 Guarantee deposits.....	225		225
10 International agencies—travel account.....	4,467	4,036	431
Finance—			
11 Bonds deposited by insurance companies—interest clearing account.....			
12 Common school funds—Ontario and Quebec.....	2,677,771	2,677,771	
13 Contractors security deposits (sundry departments)—			
Bonds.....	3,494,100	4,219,400	—725,300
Cash.....	1,565,544	1,622,251	—56,707
Certified cheques.....	194,143	186,478	7,665
14 Crown corporations deposits—			
Atomic Energy of Canada Limited.....	5,000,000	5,000,000	
Canadian Arsenals Limited.....		133,349	—133,349
Crown Assets Disposal Corporation.....	750,000	450,000	300,000
Eldorado Mining and Refining Limited.....	10,000,000	11,200,000	—1,200,000
Export Credits Insurance Corporation.....	13,975,579	10,000,000	3,975,579
Northern Ontario Pipe Line Crown Corporation.....	690,000	690,000	
15 Instalment purchase of bonds—public service.....	6,897,501	6,606,279	291,222
16 Investment portfolio of Canadian Arsenals Limited pension fund.....	955,187	955,187	
17 Investors indemnity account.....	16,948	16,858	90
18 King George V silver jubilee cancer fund for Canada.....	107,961	112,001	—4,040

SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

	1966	1965	Net increase or decrease (—) during 1965-66
	\$	\$	\$
Schedule M—Continued			
Deposit and Trust Accounts—Continued			
<i>Finance—Continued</i>			
19 Provincial sales tax—Royal Canadian Mint.....	1	14	—13
20 Provincial tax collection agreements account.....	66,320,255	48,796,639	17,523,616
21 Public officers guarantee account.....	482,317	491,511	—9,194
22 Royal Canadian Mint—prepayments.....	537,346	3,116,269	—2,578,923
23 Unclaimed dividends and undistributed assets— Bankruptcy and Winding-up Acts.....	940,623	877,318	63,305
24 War claims (Italy) account.....	326,116	326,116	
25 War claims fund—world war 1.....	197,620	192,903	4,717
26 War claims fund—world war 2.....	287,968	16,919	271,049
<i>Fisheries—</i>			
3 Contractors holdbacks.....	44,028	7,973	36,055
27 Great Lakes Fishery Commission—lamprey research and control.....	35,016	33,586	1,430
15 Instalment purchase of bonds—public service.....	2,879	1,301	1,578
<i>Forestry—</i>			
3 Contractors holdbacks.....	8,500	1,958	6,542
28 Guarantee deposits.....	14,700	5,000	9,700
15 Instalment purchase of bonds—public service.....	2,424	2,007	417
<i>Industry—</i>			
3 Contractors holdbacks.....	52,469	49,201	3,268
<i>Justice—</i>			
29 Bankruptcy Act—estate funds.....	90,817	102,966	—12,149
30 Bankruptcy Act—security deposits.....	167,000	171,000	—4,000
31 Courts' unclaimed trust funds.....	2,270	2,270	
<i>Labour—</i>			
32 Annual vacation pay suspense account.....	1,232	1,242	—10
33 Fair wages suspense.....	87,487	83,531	3,956
34 Labour (standards) code.....	9,245		9,245
35 Polish agricultural workers.....	312	312	
<i>Mines and Technical Surveys—</i>			
36 Aeromagnetic survey.....		20,696	—20,696
36 Beneficiation tests—Crest Exploration Limited.....	112	160	—48
36 Canadian carbonization research association.....	34,585		34,585
36 Canadian Uranium Research Foundation.....	7,325	14,896	—7,571
36 Canadian Zinc and Lead Research Committee.....	6,977	13,722	—6,745
3 Contractors holdbacks.....	104,457	227,565	—123,108
36 Dominion Steel and Coal Corporation Limited.....		1,755	—1,755
37 Emergency gold mining assistance—holdbacks.....	2,297,360	2,318,180	—20,820
36 Falconbridge Nickel Mines Limited—flotation pilot plan investigations.....		102	—102
36 Hydrofoil metal study.....	1,116	5,455	—4,339
36 Pacific Diatomite Limited—diatomaceous earth beneficiation process.....		25	—25
36 Richfield Oil Corporation.....	935		935
36 Rock mechanics research program.....	6,860	5,933	927
36 Solar flares project—United States space administration.....	517	7,177	—6,660
36 Steel Castings Institute of Canada.....	81	810	—729
36 Tamara Mining Limited—ore tests.....		82	—82
36 Syncrude Canada Limited—research account.....	9,835		9,835
<i>National Defence—</i>			
38 British Admiralty—pension deductions.....		1,057	—1,057
3 Contractors holdbacks.....	1,427,913	1,553,744	—125,831
39 Estates—armed services.....	37,279	42,767	—5,488
40 Extra-mural grants—Defence Research Board.....	88,356	73,986	14,370

SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

	1966	1965	Net increase or decrease (—) during 1965-66
	\$	\$	\$
Schedule M—Continued			
Deposit and Trust Accounts—Continued			
National Defence—Concluded			
Foreign Governments—			
41 United Kingdom.....	11,611	70,000	—58,389
42 United States of America.....	606,714	1,632,882	—1,026,168
43 Other.....	186,894	5,782	181,112
44 Herbert Lott naval trust fund.....	1,440	1,184	256
15 Instalment purchase of bonds—public service.....	5,742,360	5,781,796	—39,436
45 Permanent services deferred pay.....	3,463,766	3,434,623	29,143
46 Service messes and institutes.....	1,920	1,749	171
47 Strathcona trust fund.....	500,000	500,000	
48 Suffield experimental station—blast trials.....	153,737		153,737
National Gallery of Canada—			
49 Abu Simbel fund—voluntary contributions.....		2,771	—2,771
50 Special operating account.....	10,004	82,112	—72,108
51 National Health and Welfare—world health organization.....	14,659	13,952	707
National Research Council—			
3 Contractors holdbacks.....	477,716	262,052	215,664
52 N.A.S.A. Churchill Research Range Project.....	107,706		107,706
53 Special fund.....	2,227,934	2,313,630	—85,696
54 Trust fund.....	211,380	126,400	84,980
National Revenue—			
Customs and excise—			
55 Guarantee deposits.....	5,560,141	5,325,236	234,905
Taxation—			
56 Income tax appeals—fees.....	15,916	17,027	—1,111
57 Income tax appeals—security deposits.....	3,600	4,000	—400
Northern Affairs and National Resources—			
3 Contractors holdbacks.....	95,058	63,656	31,402
58 Flood damage restoration account.....	10,000	10,000	
59 Guarantee deposits.....	33,557,149	29,191,238	4,365,911
60 Hospital, health and welfare tax funds—Alberta national parks.....	46,506	49,328	—2,822
Indian affairs branch—			
3 Contractors holdbacks.....	122,836	113,745	9,091
61 Fines—Indian Act.....	680,577	679,427	1,150
62 Guarantee deposits—reserve resources.....	459,376	189,011	270,365
63 Guarantee deposits—rotating herds.....	30,537	19,831	10,706
64 Indian band funds.....	30,136,776	28,534,364	1,602,412
65 Indian band funds—shares.....	16,382	10,000	6,382
66 Indian compensation funds.....	128,373	94,128	34,245
67 Indian contributions to subsidy housing program.....	47,555	23,128	24,427
68 Indian estate accounts.....	625,629	535,411	90,218
69 Indian savings accounts.....	404,554	475,410	—70,856
70 Indian special accounts.....	691,333	1,436,113	—744,780
15 Instalment purchase of bonds—public service.....	34,852	28,984	5,868
71 Land assurance fund.....	69,321	64,898	4,423
72 Northwest Territories revenue account.....	3,417,025	2,683,388	733,637
73 Prepayments—Eskimo small boats assistance.....	16,587	49,810	—33,223
Post Office—			
74 Guarantee fund—bonds.....	446,500	436,500	10,000
75 Guarantee of postage—bonds.....	266,500	261,000	5,500
76 Philatelic trust account.....	63,282	54,536	8,746
77 Post office savings bank.....	22,023,929	23,254,957	—1,231,028
Public Archives—			
78 Mackenzie King trust account.....	280,823	280,542	281
79 Provincial sales tax collections—Ontario.....	14	24	—10

SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

	1966	1965	Net increase or decrease (—) during 1965-66
	\$	\$	\$
Schedule M—Concluded			
Deposit and Trust Accounts—Concluded			
Public Printing and Stationery—			
80 Deposits for publications.....	98,852	93,471	5,381
81 International organizations—sales of publications.....	188		188
Public Works—			
82 Burrard Dry Dock pontoons—replacement fund.....	174,234	169,122	5,112
3 Contractors holdbacks.....	3,281,525	4,028,333	—746,808
83 Fraser River bridge—maintenance.....	422,142	372,535	49,607
15 Instalment purchase of bonds—public service.....	76,300	72,877	3,423
Royal Canadian Mounted Police—			
84 Benefit fund.....	214,737	216,412	—1,675
15 Instalment purchase of bonds—public service.....	711,199	664,033	47,166
85 Kit upkeep allowances.....			
Secretary of State—			
86 Centennial Commission—Centennial Voyageur Canoe Pageant	26,000		26,000
87 McKee trophy fund.....	1,114	1,069	45
Solicitor General—			
Correctional services—			
3 Contractors holdbacks.....		500	—500
88 Inmates' earnings.....	431,120	394,290	36,830
89 Inmates' trust funds—unclaimed.....	2,152	1,841	311
90 Province of Quebec teaching assistance.....	233		233
91 Provincial sales tax collections.....	291	204	87
Trade and Commerce—			
92 Atomic Energy of Canada Limited—trust account.....	5,380	5,556	—176
3 Contractors holdbacks.....	302,294	9,854	292,440
Transport—			
93 Canadian Overseas Telecommunication Corporation—			
Mill Village project.....	6,451		6,451
94 Canadian vessel construction assistance.....	6,981,783	478,120	6,503,663
3 Contractors holdbacks.....	2,593,516	1,277,509	1,316,007
95 Guarantee deposits.....	11,422	11,872	—450
15 Instalment purchase of bonds—public service.....	100,637	99,453	1,184
96 Intercolonial and Prince Edward Island Railway—employees provident fund.....	1,258	4,481	—3,223
97 Loran-C—United States Coast Guard—deposit account....	90,068	42,316	47,752
98 National Harbours Board—			
Special account No. 1.....	4,605,951	1,738,215	2,867,736
Special account No. 2.....	210,781	376,059	—165,278
Special account No. 3.....	16,809,795	11,445,639	5,364,156
99 Province of Newfoundland social security assessment collec- tions.....	1,161	1,011	150
100 Unclaimed moneys due Canadian seamen.....	3,281	3,729	—448
101 Webster trophy—special fund.....		299	—299
Veterans Affairs—			
102 Army benevolent fund.....	5,385,475	5,559,640	—174,165
103 Canadian Pension Commission—administration trust fund..	15,160,079	14,489,090	670,989
104 Estates fund.....	3,836	27,950	—24,114
105 Veterans administration and welfare trust fund.....	778,794	904,625	—125,831
106 Veterans care trust fund.....	2,974,212	2,704,628	269,584
Soldier Settlement and Veterans Land Acts—			
3 Contractors holdbacks.....	230	230	
107 Veterans land act group insurance.....		47,394	—47,394
108 Veterans land act trust account general.....	7,040,928	4,496,220	2,544,708
	<u>310,728,861</u>	<u>262,837,026</u>	<u>47,891,835</u>

SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

	1966	1965	Net increase or decrease (—) during 1965-66
	\$	\$	\$
Schedule N			
Annuity, Insurance and Pension Accounts—			
1 Agriculture—crop reinsurance fund.....	249,208		249,208
Finance—			
2 Public service death benefit account.....	11,197,264	9,875,938	1,321,326
3 Public service superannuation account.....	2,390,383,091	2,161,828,359	228,554,732
4 Retirement fund.....	(5,185,200)	5,575,952	—390,752
5 Insurance—civil service insurance fund.....	(24,218,022)	24,288,985	—70,963
Labour—			
6 Annuities agents pension account.....	124,932	85,281	39,651
7 Government annuities.....	1,317,080,018	1,303,136,883	13,943,135
Legislation—			
8 Members of Parliament retiring allowances account.....	2,074,659	1,920,330	154,329
National Defence—			
10 Canadian forces superannuation account.....	2,184,209,822	2,028,122,460	156,087,362
11 Regular forces death benefit account.....	16,716,872	15,009,923	1,706,949
National Health and Welfare—			
12 Canada pension plan account.....	89,405,854		89,405,854
13 Old age security fund.....	216,982,842		216,982,842
Royal Canadian Mounted Police—			
14 Dependents' pension fund.....	7,662,544	7,368,878	293,666
15 Superannuation account.....	65,411,254	57,706,949	7,704,305
Transport—pilots pension funds—			
Halifax.....	219,895	213,957	5,938
Saint John.....	334,121	313,850	20,271
Sydney.....	476,661	460,731	15,930
Montreal.....	2,486,343	2,197,215	289,128
British Columbia.....	1,696,853	1,513,232	183,621
17 Unemployment Insurance Commission—Unemployment insurance fund.....	13,571,270	14,281,707	—710,437
Veterans Affairs—			
18 Returned soldiers insurance fund.....	(12,115,086)	12,707,099	—592,013
19 Veterans insurance fund.....	30,123,158	29,027,241	1,095,917
20 Veterans land act fire insurance fund.....	110,902	110,902	
21 Veterans land act insurance account.....	97,074	94,981	2,093
	<u>6,392,132,945</u>	<u>5,675,840,853</u>	<u>716,292,092</u>

Schedule O**Undisbursed Balances of Appropriations to Special Accounts—**

External Affairs—			
1 International assistance account.....	78,680,494	82,244,779	—3,564,285
2 National Capital Commission—national capital fund.....	1,625,500	425,500	1,200,000
3 National Gallery of Canada—purchase fund.....	18,582	65,362	—46,780
4 Public Archives—national library purchase account.....	60,931	78,408	—17,477
5 Secretary of State—centennial of confederation fund.....	10,554,674	6,023,659	4,531,015
6 Transport—railway grade crossing fund.....	11,004,994	6,864,899	4,140,095
	<u>101,945,175</u>	<u>95,702,607</u>	<u>6,242,568</u>

SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

	1966	1965	Net increase or decrease (—) during 1965-66
	\$	\$	\$
Schedule P			
Deferred Credits—			
Atomic Energy of Canada Limited—			
1 Deferred interest.....	11,969	12,340	—371
Defence Production—			
Agreements of sale of Crown assets—			
2 Canadair Limited.....		569,099	—569,099
3 DeHavilland Aircraft of Canada Limited, Malton Division (formerly Avro Aircraft Limited).....	232,015	464,030	—232,015
4 Hawker-Siddeley Canada Limited, Orenda Engines Division (formerly Orenda Engines Limited).....	834,907	1,669,814	—834,907
5 Renfrew Aircraft and Engineering Company Limited....	288,100	288,100	
	1,355,022	2,991,043	—1,636,021
6 Crown Assets Disposal Corporation—government equity in agency account.....	5,004,231	5,521,558	—517,327
External Affairs—			
7 Deferred interest—loan to the Government of India re purchase of wheat and flour.....	293,622		293,622
Finance—			
8 Deferred interest—United Kingdom Financial Agreement Act, 1946.....	82,984,751	63,760,730	19,224,021
9 Unamortized premium on loans.....	1,157,143		1,157,143
Mines and Technical Surveys—			
10 Capitalized interest—Northern Canada Power Commission..	1,826,239	1,849,828	—23,589
Northern Affairs and National Resources—			
11 Capitalized interest—Northern Canada Power Commission..	341,238	348,813	—7,575
Transport—			
12 Deferred interest—The St. Lawrence Seaway Authority....	45,145,000	38,724,000	6,421,000
	138,119,215	113,208,312	24,910,903

Schedule Q**Suspense Accounts—**

1 Agriculture.....	1,191	3,204	—2,013
2 Paylist deductions.....	11,518	4,305	7,213
2 Atomic Energy Control Board—paylist deductions.....	13		13
1 Canada Emergency Measures Organization.....	37,391	29,236	8,155
1 Citizenship and Immigration.....	66,399	18,944	47,455
2 Paylist deductions.....	4,980	2,590	2,390
2 Civil Service Commission—paylist deductions.....	2,409	134	2,275
1 Defence Production.....	6	321,933	—321,927
2 Paylist deductions.....	65,511		65,511
1 Economic Council of Canada.....	248		248
1 External Affairs.....	125,110	24,216	100,894
1 External aid office.....	135,137	61,030	74,107
2 Paylist deductions.....	124		124
Finance—			
3 Diplomatic Services (Special) Superannuation Act.....	584		584
4 Hospital insurance—outside Canada.....	836,637	616,691	219,946
5 Loan subscriptions at credit of subscribers in arrears.....	71,582	71,287	295
6 Matured bonds and interest unclaimed.....	155,689	157,714	—2,025
7 Ontario Hospital Commission—insurance deductions.....	49,741	80	49,661
2 Paylist deductions.....	168,034	462	167,572
8 Provision for estimated premium on redemption of bonds...	14,972,222		14,972,222
9 Public service group surgical-medical insurance.....	7,192	6,133	1,059
1 Unallocated funds.....	48,718	32,523	16,195

SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

	1966	1965	Net increase or decrease (—) during 1965-66
	\$	\$	\$
Schedule Q—Concluded			
Suspense Accounts—Concluded			
Finance—Concluded			
10 Unclaimed cheques.....	1,202,034	1,257,427	—55,393
11 Unclaimed government drafts.....	573	620	—47
12 Unclaimed war savings certificates and stamps.....	314,572	314,600	—28
13 Unredeemable coupons—			
Canada.....	49,429	49,409	20
New York.....	2,403	2,408	—5
1 Fisheries.....	8,160	1,297	6,863
2 Paylist deductions.....	307	156	151
2 Forestry—paylist deductions.....	2,559	9,260	—6,701
1 Governor General and Lieutenant-Governors.....	3,064		3,064
2 Paylist deductions.....		4	—4
1 Industry.....	26,272		26,272
2 Paylist deductions.....	7		7
1 Justice.....	546	5,872	—5,326
2 Paylist deductions.....	1,800	1,034	766
2 Labour—paylist deductions.....	3,060	2,757	303
1 Mines and Technical Surveys.....	3,931	25,481	—21,550
2 Paylist deductions.....	10,933	6,337	4,596
1 National Defence.....	141,858	211,796	—69,938
2 Paylist deductions.....	123,429	168,736	—45,307
14 Replacement of materiel, sec. 11, National Defence Act.....	634,185	566,321	67,864
15 Surplus Crown assets.....	9,073,029		9,073,029
2 National Gallery of Canada—paylist deductions.....	588	344	244
1 National Health and Welfare.....	1,234	771	463
1 National Research Council.....	12,536		12,536
2 Paylist deductions.....	1,886		1,886
National Revenue—			
16 Customs and excise.....	118,684	214,161	—95,477
16 Taxation.....	114		114
1 Northern Affairs and National Resources.....	523,279	480,628	42,651
2 Paylist deductions.....	51,326	54,306	—2,980
1 Indian affairs.....	106,960	19,895	87,065
17 Ontario teachers' pay deductions.....		2,333	—2,333
1 Post Office.....	2,660	368	2,292
2 Paylist deductions.....	176,727	171,879	4,848
1 Privy Council.....	84	1,959	—1,875
1 Public Printing and Stationery.....	26,018		26,018
1 Public Works.....	1,504,809	102,030	1,402,779
2 Paylist deductions.....	5,095	1,779	3,316
2 Office of the Representation Commissioner—paylist deductions.....		1,763	—1,763
1 Royal Canadian Mounted Police.....	4,947	6,638	—1,691
2 Paylist deductions.....	1,144	21	1,123
18 Provincial pension fund.....		1,149	—1,149
1 Secretary of State.....	54,097	41,800	12,297
1 Centennial Commission.....	126		126
2 Paylist deductions.....	265		265
1 Trade and Commerce.....	59,921	26,815	33,106
2 Paylist deductions.....	1,054		1,054
1 Transport.....	205,200	313,143	—107,943
2 Paylist deductions.....	13,709	27,503	—13,794
19 Private commercial broadcasting licences.....	20,802	16,427	4,375
20 Radio message tolls.....			
1 Unemployment Insurance Commission.....	401	178	223
2 Paylist deductions.....	64,644	19,665	44,979
2 Veterans Affairs—paylist deductions.....	70,034	52,420	17,614
	31,390,931	5,531,972	25,858,959

SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

		1966	1965	Net increase or decrease (—) during 1965-66
		\$	\$	\$
Schedule R				
Unmatured Debt—				
Bonds—				
Payable in Canada—				
1	Perpetual loan, 1936, 3 per cent.....	P. 1	55,000,000	55,000,000
2	Refunding loan, 1950-68, 2½ per cent.....	P. 9	308,581,000	308,581,000
3	Ninth victory loan, 1945-66, 3 per cent.....	P. 7	245,202,200	245,202,200
4	Conversion loan, 1956-98, 3½ per cent.....	T.15	197,045,000	197,045,000
5	Conversion loan, 1958-65, 3½ per cent.....	T.27		449,890,600
6	Conversion loan, 1958-72, 4½ per cent.....	T.28	1,267,203,100	1,267,203,100
6	Conversion loan, 1958-83, 4½ per cent.....	T.29	1,992,679,450	1,992,679,450
7	Canada savings bonds, 1953-65, 3½ per cent.....	S. 8		45,266,400
8	Canada savings bonds, 1954-66, 3½ per cent.....	S. 9	23,837,100	28,185,400
8	Canada savings bonds, 1955-67, 3½ per cent.....	S.10	23,056,700	26,913,300
8	Canada savings bonds, 1956-69, 3½-4 per cent.....	S.11	41,960,850	48,414,300
8	Canada savings bonds, 1957-70, 3½-4½ per cent.....	S.12	342,245,200	387,767,250
8	Canada savings bonds, 1958-73, 3½-4½ per cent.....	S.13	93,535,200	109,223,150
8	Canada savings bonds, 1959-68, 4-5 per cent.....	S.14	854,829,500	912,294,950
8	Canada savings bonds, 1960-70, 4-5 per cent.....	S.15	378,331,350	414,227,500
8	Canada savings bonds, 1961-71, 4½-5 per cent.....	S.16	297,149,000	343,561,150
8	Canada savings bonds, 1962-76, 4½-5½ per cent.....	S.17	1,171,156,150	1,285,926,750
8	Canada savings bonds, 1963-75, 4½-5½ per cent.....	S.18	815,542,300	939,492,650
9	Canada savings bonds, 1964-74, 4½-5½ per cent.....	S.19	824,023,150	1,011,171,500
10	Canada savings bonds, 1965-77, 4½-5½ per cent.....	S.20	867,544,750	
11	Loan of 1953/58-78, 3½ per cent.....	T. 5	207,911,500	207,911,500
12	Loan of 1954-76, 3½ per cent.....	T.11	247,046,500	247,046,500
6	Loan of 1954-79, 3½ per cent.....	T.13	343,246,500	343,246,500
6	Loan of 1958-70, 3½ per cent.....	T.24	200,000,000	200,000,000
6	Loan of 1959-75, 5½ per cent.....	T.36	310,361,000	310,361,000
6	Loan of 1960-69, 5½ per cent.....	T.39	80,000,000	80,000,000
6	Loan of 1960-76, 5½ per cent.....	T.38	436,198,000	436,198,000
6	Loan of 1961-66, 4½ per cent.....	AT. 6	175,000,000	175,000,000
6	Loan of 1961/63-67, 4½ per cent.....	AT. 9	275,000,000	275,000,000
13	Loan of 1962/63-65, 4½ per cent.....	AT.15		110,000,000
6	Loan of 1962-67, 3½ per cent.....	AT.12	100,000,000	100,000,000
6	Loan of 1962-68, 4½ per cent.....	AT.11	250,000,000	250,000,000
6	Loan of 1962-69, 5½ per cent.....	AT.13	80,000,000	80,000,000
6	Loan of 1962-69, 5½ per cent.....	AT.16	100,000,000	100,000,000
6	Loan of 1962-80, 5½ per cent.....	AT.14	120,000,000	120,000,000
13	Loan of 1963-65, 4½ per cent.....	CT. 2		90,000,000
14	Loan of 1963-66, 3½ per cent.....	AT.19		225,000,000
6	Loan of 1963/64-66, 4½ per cent.....	CT. 5	125,000,000	125,000,000
6	Loan of 1963-88, 5 per cent.....	AT.21	100,000,000	100,000,000
6	Loan of 1963/64-68, 5 per cent.....	CT. 3	441,000,000	441,000,000
15	Loan of 1964-65, 3½ per cent.....	CT.10		400,000,000
16	Loan of 1964-65, 3½ per cent.....	CT.13		325,000,000
14	Loan of 1964-66, 3½ per cent.....	CT. 7		105,000,000
17	Loan of 1964/65-67, 3½ per cent.....	CT.14	250,000,000	75,000,000
6	Loan of 1964-68, 4½ per cent.....	CT. 8	130,000,000	130,000,000
6	Loan of 1964-69, 5 per cent.....	CT.11	325,000,000	325,000,000
6	Loan of 1964-71, 5 per cent.....	CT.15	350,000,000	350,000,000
6	Loan of 1964-88, 5 per cent.....	CT. 9	50,000,000	50,000,000
18	Loan of 1964/65-90, 5½ per cent.....	CT.12	225,000,000	125,000,000
19	Loan of 1965-66, 3½ per cent.....	CT.16	325,000,000	175,000,000
20	Loan of 1965-66, 3½ per cent.....	CT.20	205,000,000	
20	Loan of 1965-66, 4 per cent.....	CT.22	150,000,000	
20	Loan of 1965-67, 4½ per cent.....	CT.18	50,000,000	
20	Loan of 1965-69, 5½ per cent.....	CT.21	145,000,000	
20	Loan of 1965-69, 5½ per cent.....	CT.23	100,000,000	
20	Loan of 1965/66-70, 5 per cent.....	CT.19	175,000,000	

SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Concluded*

		1966	1965	Net increase or decrease (—) during 1965-66
		\$	\$	\$
Schedule R—<i>Concluded</i>				
Unmatured Debt—<i>Concluded</i>				
Bonds— <i>Concluded</i>				
Payable in Canada— <i>Concluded</i>				
6	Loan of 1965-73, 5 per cent.....CT.17	275,000,000	275,000,000	
20	Loan of 1965-75, 5½ per cent.....CT.24	50,000,000		50,000,000
20	Loan of 1966-67, 4 per cent.....CT.25	170,000,000		170,000,000
20	Loan of 1966-80, 5½ per cent.....CT.26	80,000,000		80,000,000
Special non-marketable bonds—				
21	Canada pension plan investment fund— 1966-86, 5.29 per cent.....	102,000		102,000
22	Unemployment Insurance Commission— 4½ per cent.....		43,000,000	—43,000,000
	4½ per cent.....	80,500,000		80,500,000
	4½ per cent.....	63,500,000		63,500,000
		16,588,787,500	16,461,809,150	126,978,350
Payable in New York—				
23	Loan of 1949-74, 2¾ per cent.....	65,087,502	65,087,502	
24	Loan of 1950-75, 2¾ per cent.....	41,047,527	41,047,527	
25	Loan of 1962-87, 5 per cent.....	264,864,600	270,270,000	—5,405,400
		370,999,629	376,405,029	—5,405,400
Treasury bills—				
Payable in Canada—				
26	Treasury bills, various discount rates.....	2,150,000,000	2,140,000,000	10,000,000
		19,109,787,129	18,978,214,179	131,572,950

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES

SCHEDULE A

Cash

- A- 1 Cash in Receiver General current deposits represents the total of the balances at credit of the Receiver General in banks in Canada, London, New York, Paris and Bonn.
- A- 2 These special deposits consist of balances in the hands of fiscal agents of the government for the purchase or redemption of government securities and for the payment of interest.
- A- 3 This is a non-interest-bearing special deposit in connection with the financing of certain foreign service offices through letters of credit.
- A- 4 This account is to record moneys received by public officers prior to the close of business on March 31 of any fiscal year but not recorded in current cash accounts until after that date.

SCHEDULE B

Departmental Working Capital Advances

- B- 1 This account was authorized by Vote 556, Appropriation Act No. 4, 1952, Vote 762, Appropriation Act No. 3, 1953, and Vote 783, Appropriation Act No. 5, 1955, for the purpose of financing the production of new and improved varieties of seeds, the acquisition, maintenance and development for experimental purposes of livestock, poultry and eggs, including administrative expenses of all authorized projects. The debit balance in the account at any one time is not to exceed \$620,000.

A statement showing the operations in the account is shown as an appendix to section 1 in volume II of this report.

- B- 2 Section 10 (1) of the Agricultural Stabilization Act, c. 22, 1957-58, provides that the Agricultural Stabilization Board may (a) purchase any agricultural commodity at the prescribed price; (b) pay to producers of an agricultural commodity, directly or through such agent as the board may determine, the amount by which the prescribed price exceeds a price determined by the board to be the average price at which the commodity is sold in such markets and during such periods as the board considers appropriate; (c) make such payment for the benefit of producers as the Governor in Council may authorize for the purpose of stabilizing the price of an agricultural commodity at the prescribed price; and (d) sell or otherwise dispose of, package, process, store, ship, transport, export, insure or otherwise deal in any commodity purchased by the board.

Section 13 of the act provides authority to establish in the consolidated revenue fund an account to be known as the agricultural commodities stabilization account, to credit this account with all moneys received by the board from its operations and to make expenditures out of the consolidated revenue fund under this act, other than administrative expenses, provided that the debit balance in the account shall not be greater than \$250,000,000.

Section 13 (7) directs that "At the end of each fiscal year, the Minister of Finance shall determine the net profit or loss on the operation of the account for that fiscal year, and if he determines that there is a net profit it shall be charged to the account, but if he determines that there is a net loss, no amount shall be credited to the account in respect thereof without the authority of Parliament".

The net operating loss for 1965-66 was \$38 million compared with \$56 million in 1964-65. The charge to budgetary expenditure of \$39 million in 1965-66 consisted of \$38 million to cover the 1965-66 operating loss and \$1 million to cover the balance of the previous year's operating loss that was not charged to expenditure in 1964-65. The charge to budgetary expenditure of \$57 million in 1964-65 consisted of \$55 million to cover part of the 1964-65 operating loss and \$2 million to cover the balance of the 1963-64 operating loss not charged to budgetary expenditure in that year.

Statements showing the operations of the Agricultural Stabilization Board and transactions in this account are shown as an appendix to section 1 in volume II of this report.

- B- 3 Section 4 (1) of the Agricultural Products Board Act, c. 4, R.S., provides that the board may, with the authority of the Governor in Council: (a) sell or deliver agricultural products to the government of any country or any agency thereof; (b) purchase or negotiate contracts for the purchase of agricultural products on behalf of the government of any country or any agency thereof; (c) buy, sell, or import agricultural products; and (d) store, transport or process, or enter into contracts for the storing, transportation or processing, of agricultural products.

Section 5 of the act provides authority to establish in the consolidated revenue fund an account to be known as the agricultural products board account in which all financial transactions of the board under section 4 (1) of the act are recorded. The debit balance in the account is not to exceed \$15,000,000 at any time.

Statements showing the operations of the Agricultural Products Board and the transactions in this account are shown as an appendix to section 1 in volume II of this report.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule B—Continued

Departmental Working Capital Advances—Continued

B- 4 This account is operated pursuant to the provisions of subsection 3 of section 166, Canada Grain Act, c. 25, R.S., as amended, whereby an accountable advance not exceeding \$500,000 may be made out of the unappropriated moneys in the consolidated revenue fund to the Board of Grain Commissioners for working capital to meet freight charges and weighing and inspection fees on grain received into or discharged from government elevators, such charges and fees being subsequently recovered from owners of the grain. Receipts during the year were \$2,131,423 and disbursements \$2,051,937.

A statement showing the operation of the Canadian government elevators is shown as an appendix to section 1 in volume II of this report.

B- 5 Vote 539, Appropriation Act No. 3, 1953, authorized a working capital advance for the purpose of financing the purchase of stores for use in the construction, maintenance and operation of projects under the direction of the prairie farm rehabilitation administration. The debit balance in the account is not to exceed \$335,000 at any time, having been increased from \$200,000 by the following parliamentary authority:

Vote 11b To increase to \$335,000 the amount that may be charged at any time to the revolving fund established by Vote 539 of the Appropriation Act No. 3, 1953 for the purpose of financing the purchase of stores for use in the construction, maintenance and operation of projects under the direction of the Prairie Farm Rehabilitation Administration; additional amount required \$ 135,000

A statement showing the operations of the prairie farm rehabilitation administration—stores account is shown as an appendix to section 1 in volume II of this report.

B- 6 This account was authorized by vote 626, Appropriation Act No. 2, 1955 and vote 526, Appropriation Act No. 6, 1956 to provide for working capital advances to posts and advances to employees on posting abroad. The excess of the amounts debited over the amounts credited to this account at any time may not exceed \$275,000.

Interest on advances to employees was charged at the rate of 3½ per cent per annum in the case of posting loans made prior to October 1, 1964 and at the rate of 5 per cent per annum in all other cases. An amount of \$1,524 was credited to non-tax revenue—return on investments.

B- 7 The defence production revolving fund was established under the authority of section 16 of the Defence Production Act, c.62, R.S., as amended. Subsection 4 of that section provided that expenditures charged to the fund shall not at any time exceed the receipts shown therein by more than \$100,000,000.

Debits to the revolving fund cover the cost of acquiring, storing, maintaining and transporting stocks of essential materials and defence supplies as well as working capital loans and advances for their production. Credits represent receipts from the sale of such materials and supplies, and repayments of loans and advances.

Details and explanations of the various subsidiary accounts maintained within the revolving fund follow. The standing of the defence production revolving fund as at March 31, 1966, prepared from accounts maintained on an accrual basis, will be found in an appendix to section 12 in volume II of this report.

	1966	1965	Net increase or decrease (—) during 1965-66
	\$	\$	\$
Aircraft.....	12,026,788	23,539,574	—11,512,786
Munitions.....	231,721 Cr.	196,419 Cr.	—35,302
Shipbuilding.....		262,246 Cr.	262,246
Electronics.....	162,658 Cr.	152,373 Cr.	—10,285
Customs duties.....	119,988	135,964	—15,976
Cloth and wool.....	340,894 Cr.	340,894 Cr.	
Patents and royalties.....			
Research and development.....	1,685,346	74,153 Cr.	1,759,499
Sales tax.....	54,199 Cr.	41,063 Cr.	—13,136
Strategic materials.....	7,901,903	7,217,034	684,869
Haley Industries Limited.....	299,020	316,749	—17,729
Modernization projects.....	1,346,060	15,072	1,330,988
	<u>22,589,633</u>	<u>30,157,245</u>	<u>—7,567,612</u>

Aircraft, munitions, shipbuilding and electronics—Charges represent the acquisition of component parts used in the manufacture of aircraft, ships, munitions and electronics. Credits represent proceeds from sales to contractors for production of the end product and sales to the Department of National Defence. Gross debits during the year amounted to \$26,827,176 and gross credits \$33,123,303.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule B—Continued

Departmental Working Capital Advances—Continued

Customs duties—T.B. 599954, August 20, 1962 approved entry into an agreement to reimburse Canadian Vickers Limited, on a recoverable basis, for ninety per cent of certain customs and excise duties paid by the firm, subject to duty drawbacks, when importing from the United States materials for components to be produced in Canada and exported to the United States Government under the Canada-United States production sharing program. Such reimbursements constitute a loan to the company. The company has furnished the department with bonds of the Government of Canada, as security for the loan, as well as power of attorney authorizing the Department of National Revenue to pay direct to the Department of Defence Production all duty drawbacks accruing on the export of supplies manufactured for the prime contractor in the United States. During the year, \$64,314 was recovered in the form of remittances received from the Department of National Revenue covering duty drawbacks. Gross debits during the year amounted to \$48,338 and gross credits to \$64,314.

Cloth and wool—No inventory remains in this account. The credit balance of \$340,894 represents profit on disposal of inventory, which has not been allocated.

Patents and royalties—T.B. 526713, January 30, 1958 approved entry into an agreement with Canadian Radio Patents Limited, Toronto, whereby it granted a licence to the Crown for use of all its patent rights in respect of the procurement of various electronic apparatus for defence purposes. Annual royalty payments are based on the value of expenditures in the fiscal year.

T.B. 564892, May 10, 1960 approved entry into a similar agreement with the RCA Victor Company Limited, Montreal.

Payment of royalties for 1964-65 was made to both companies in 1965-66 in amounts of \$52,500 and \$16,875 respectively. Reimbursement was received from Department of National Defence, leaving a nil balance in the account.

Research and development—Under this project are handled those items where the source of funds is basically from a departmental vote, the Canadian Commercial Corporation for the Government of the United States or Department of National Defence in varying ratios and where it has been decided that, among other reasons, one contract with the supplier is in the best interest of the department on behalf of Canada. Gross debits during the year amounted to \$25,794,060 and gross credits to \$24,034,561.

Sales tax—In this account are recorded sales taxes collected on sales of components to the Department of National Defence, and remittances of these taxes to the Department of National Revenue. Gross debits during the year amounted to \$171,636 and gross credits to \$184,772.

Strategic materials—In this account are recorded the purchase and sale of certain strategic materials. Gross debits during the year amounted to \$725,241 and included \$716,840 transferred from the account entitled "purchase and storage of strategic materials"—see comment 9. Gross credits amounted to \$40,372.

Haley Industries Limited—T.B. 618909, December 18, 1963 approved advances not to exceed \$250,000. T.B. 635757, February 1, 1965 increased the limit to \$330,000. These advances are for use as working capital in connection with the continued operation of the Crown-owned foundry at Haley, Ontario, on the understanding that the going rate of interest would be charged for such borrowings. During the year \$17,729 was repaid.

Defence industry modernization projects—This account was established to provide for the modernization of defence industry to ensure its capability of meeting technological standards necessary for economic production of current and future requirements in international defence markets. The gross debits during the year amounted to \$1,331,073 and gross credits to \$85.

B- 8 This fund was established by Appropriation Act No. 4, 1966 as follows:

Vote L18e To authorize the operation, in accordance with section 58 of the Financial Administration Act, of a revolving fund,

- (a) for the purpose of acquiring and managing stores, for manufacturing, producing, processing or dealing in stores or materials, and
- (b) for the purchase and supply of repair services for office furniture and equipment, and for freight services,

for federal government departments and agencies; the balance of the revolving fund at any time shall, notwithstanding section 58, be determined after deducting therefrom all amounts due at such time by federal government departments and agencies; the amount to be charged to the revolving fund at any time not to exceed.....\$ 10,000,000

There were no transactions during the present fiscal year.

B- 9 Authority for advances in connection with this activity was obtained by Vote 664, Appropriation Act No. 2, 1949 and Vote 936, Appropriation Acts Nos. 5, 6 and 7, 1949 which provided for the purchase and storage of, and incidental expenses in connection with, strategic reserves of materials. The residue of such materials purchased has been merged with other inventories of strategic materials purchased through the defence production revolving fund—see comment 7—strategic materials.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

Schedule B—*Continued*

Departmental Working Capital Advances—*Continued*

B-10 The Public Printing and Stationery Act, c.226, R.S., authorizes advances from the consolidated revenue fund to the Queen's Printer, for the purchase of material for the execution of orders given or requisitions made under the provisions of the act, and for the payment of wages of workmen engaged in the execution of such orders or requisitions. The amount of outstanding advances under this authority, after deducting therefrom all amounts due by the Houses of Parliament and the departments, shall at no time exceed \$4,000,000.

In the Canadian Government Printing Bureau formerly known as the printing branch, the charge for work done is made on a unit price basis for the various classes of work executed. The cost of light, heat, power, etc., paid by other departments is not taken into account.

During 1965-66 expenses in respect of general administration, plant equipment and replacement expenditures were funded through the Queen's Printer's advance account rather than from parliamentary appropriations as previously; as approved by T.B. 633256 dated November 19, 1964. Other expenses in connection with operating the stores and with service calls and overhaul of office equipment are provided for in the departmental administration vote. Gross debits for the year amounted to \$22,074,547 and gross credits to \$21,066,897.

The financial statements of the department, prepared from accounts maintained on the accrual basis, and certified by the Auditor General, are shown as an appendix to section 12 in volume II of this report.

B-11 Vote 630, Appropriation Act No. 2, 1954 provided \$1,000,000 for working capital advances to posts abroad and advances to employees on posting abroad. This amount was increased to \$1,100,000 by Vote 806, Appropriation Act No. 3, 1959, and further extended to \$1,500,000 by Vote L13a, Appropriation Act No. 6, 1964.

The closing balance consisted of advances to posts, \$315,466, advances to employees, \$300,758, and advances for medical loans, \$14,864.

Interest on advances to employees was charged at the rate of 5 per cent per annum, and an amount of \$4,833 was credited to non-tax revenue—return on investments. Gross debits to the account amounted to \$10,366,595 during the year and gross credits were \$10,264,581.

B-12 The cost of engraving plates and printing blank bonds for government loans is charged to this account under authority of P.C. 1953-343 dated March 12, 1953. As the stock of bonds is used adjusting entries are made crediting this account and debiting the budgetary expenditure account "cost of issuing new loans" or the account "replenishing reserve stocks of bonds". During 1965-66 credits to the account amounted to \$290,629 and the total debits were \$408,442.

B-13 This account records the transactions in a working capital advance account for the purpose of providing data processing and related services to federal government departments and agencies and was established under the following parliamentary authority:

Vote L99e To authorize the operation of a working capital advance account in the current and subsequent fiscal years in accordance with terms and conditions approved by Treasury Board for the purpose of providing data processing and related services to federal government departments and agencies, the cost of such services to be charged to the account and the amounts received in payment of such services to be credited thereto; the amount outstanding under this authority, at any time, after deducting therefrom all amounts due by federal government departments and agencies, shall not exceed \$1,000,000. \$ 1,000,000

There were no transactions in this account during 1965-66.

B-14 The Fire Losses Replacement Account Act, c. 28, 1953-54 provides that the Minister of Finance may with the approval of the Treasury Board advance such amounts as are required to restore or repair property lost or damaged as a result of a fire, such advances to be charged to the fire losses replacement account, provided that the aggregate of all amounts standing as a charge against the account shall not exceed \$5,000,000. The act further provides that, if during the fiscal year there is an appropriation against which the expenditure can be charged, it shall be charged thereto and deleted from the account. If no appropriation is available, the amount expended from this account must be included in subsequent estimates for the service suffering the loss.

B-15 The closing balance reflects amounts outstanding in the hands of departments and other accountable advances.

B-16 Credits in these accounts represent the face value of all coin issued to the Bank of Canada and silver bullion, medals, etc., sold. Debits are: the value of all bronze, nickel and silver purchased for coinage and medal purposes as well as the net value of mutilated coin withdrawn from circulation; and the amount of the net gain for the year, which was transferred to non-tax revenue — bullion and coinage. The closing balances represent the cost value of the metals and face value of coin on hand at that date. Details of operations will be found as an appendix to section 15 in volume II of this report.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

Schedule B—*Continued*

Departmental Working Capital Advances—*Continued*

B-17 In this account are recorded: transactions in connection with the transfer of gold bullion to the Bank of Canada; sales of fine gold to the public; payments made by the Royal Canadian Mint for newly-mined gold, old jewellery, dental scrap, etc.; and the amount of the net gain in refining for the year. The latter amount was transferred to non-tax revenue—bullion and coinage. Details of operations will be found in an appendix to section 15 of volume II of this report.

B-18 This account was established under authority of Vote 542, Appropriation Act No. 3, 1953 and extended by Vote 656, Appropriation Act No. 5, 1958, to include the transportation, dressing and dyeing and other expenses incidental to receiving and disposing of fur seal skins accruing to Canada pursuant to the interim convention on conservation of north pacific fur seals entered into by Canada, the United States of America, Japan and the Union of Soviet Socialist Republics, dated at Washington, February 6, 1957. The debit balance in the revolving fund at any time is not to exceed \$300,000. During the year total receipts representing proceeds from sales were \$1,782,451 and disbursements from the fund were \$1,778,780 including \$809,815 profit transferred to non-tax revenue—return on investments. A statement showing the operation of the fisheries revolving fund is shown as an appendix to section 16 in volume II of this report.

B-19 Section 10 (3) of the Fisheries Prices Support Act, c. 120, R.S., directs that "There shall be kept by the Minister of Finance an account called the fisheries prices support account to which shall be charged all expenditures by the board other than the aforesaid administrative expenditures, and to which shall be credited all proceeds of sale of fisheries products, which proceeds shall be available in the account to pay for further expenditures of the board; the net operating profit of the board in each fiscal year, as reflected in the said account, shall be deposited to the credit of the consolidated revenue fund as revenue; and the net operating loss in any fiscal year may be recouped to the said account from moneys appropriated by Parliament for the purpose".

P.C. 1961-1489, October 19, 1961, authorized a price support program. The 1961 Newfoundland production of frozen filleted and frozen headless dressed turbot were designated fisheries products pursuant to section 2(a) of the Fisheries Prices Support Act. T.B. 588163, November 9, 1961 authorized an amount not to exceed \$60,000 out of unappropriated moneys, in order to provide for expenditures for the purposes of the program.

P.C. 1963-955, June 25, 1963 pursuant to the Fisheries Prices Support Act, designated as a fisheries product mackerel caught by fishermen of the Magdalen Islands, Province of Quebec, during the calendar year 1962. T.B. 614766, Sept. 12, 1963 authorized an amount not to exceed \$8,400 out of unappropriated moneys in order to provide for expenditures.

P.C. 1964-730, May 14, 1964 pursuant to the Fisheries Prices Support Act, designated as a fisheries product frozen headless dressed sauger of the 1963 fall production in store in Winnipeg. T.B. 627976, July 9, 1964 authorized an amount not to exceed \$87,500 out of unappropriated moneys in order to provide for expenditures.

P.C. 1964-366, March 9, 1964 as amended by P.C. 1964-878, June 18, 1964 pursuant to the Fisheries Prices Support Act, designated as a fisheries product the 1962 Atlantic Coast Provinces production of pickled split herring, pickled split mackerel and standard grade bloaters. T.B. 623576, April 10, 1964, and T.B. 635833, February 19, 1965 authorized an amount not to exceed \$38,503 out of unappropriated moneys in order to provide for expenditures for the purposes of the program.

P.C. 1965-1106, June 18, 1965 pursuant to the Fisheries Prices Support Act, designated as a fisheries product pickled alewives carried over from the 1962 and 1963 production of the Atlantic Coast and in stock on May 7, 1964. P.C. 1965-14/1496, August 18, 1965 authorized an amount not to exceed \$3,007 out of unappropriated moneys in order to provide for expenditures for the purposes of the program.

P.C. 1965-1248, July 9, 1965 as amended by P.C. 1965-1455, August 11, 1965 pursuant to the Fisheries Prices Support Act, designated as a fisheries product dried salted hake, cusk and pollock of Nova Scotia, New Brunswick or Prince Edward Island production and dried salted cod of Newfoundland or Quebec production. P.C. 1965-7/1748, September 27, 1965 authorized an amount not to exceed \$550,000 out of unappropriated moneys in order to provide for expenditures for the purposes of the program.

The balance in the account represents the net loss in respect of the Newfoundland Frozen Turbot Support Program (1961 Production), carried forward from the fiscal year 1962-63, \$172; payments to fishermen of the Magdalen Islands, Province of Quebec, for mackerel caught in the calendar year 1962 carried forward from the fiscal year 1963-64, \$8,000; net loss in respect of the frozen headless dressed sauger of the 1963 fall production in store in Winnipeg carried forward from the fiscal year 1964-65, \$15,702; deficiency payments in connection with the 1962 Atlantic Coast Provinces production of pickled split herring carried forward from the fiscal year 1964-65, \$2,275; pickled split mackerel carried forward from the fiscal year 1964-65, \$6,836; and net loss in respect of standard grade bloaters, carried forward from the fiscal year 1964-65, \$29,392; deficiency payments in connection with the 1962 and 1963 Atlantic Coast production of pickled alewives, \$3,006, net loss in respect of Nova Scotia, New Brunswick and Prince Edward Island production of dried salted hake, cusk and pollock, \$32,343; net loss in respect of Newfoundland and Quebec production of dried salted cod, \$111,376—total of \$209,102.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule B—Continued

Departmental Working Capital Advances—Continued

During the year receipts totalled \$399,276 and expenditures were \$546,001 resulting in a net increase in the account of \$146,725.

- B-20** Vote 533, Appropriation Act No. 4, 1954 authorized the operation of a revolving fund for the purpose of financing the purchase of stores for use in the construction, maintenance and operation of projects under the direction of the maritime marshland rehabilitation administration. The debit balance is not to exceed \$150,000 at any time.

A statement showing the operations of the maritime marshland rehabilitation administration—stores account is shown as an appendix to section 17 in volume II of this report.

- B-21** This account was authorized by vote L63c, Appropriation Act No. 5, 1963, and extended by vote L37a, Appropriation Act No. 6, 1964, and vote L37d, Appropriation Act No. 2, 1965, for the purpose of stockpiling uranium concentrates, the cost not to exceed \$24,500,001.

Under agreements entered into with Denison Mines Limited, September 1963, Faraday Mines Limited, August 1963, and Rio Algom Limited, July 1963, the cost of stockpiling uranium concentrates amounted to \$24,000, bringing the total cost to \$24,437,920.

New agreements were entered into with Denison Mines Limited and Rio Algom Mines Limited in June 1965, and were authorized by Appropriation Act No. 2, 1966 as follows:

Vote L77d Acquisition in the current and subsequent fiscal years of uranium concentrates in accordance with contracts to be entered into, with the approval of the Governor in Council, by Eldorado Mining and Refining Limited on behalf of Her Majesty in right of Canada, and uranium producers; and to provide in the current and subsequent fiscal years in respect of the uranium concentrates purchased under the said contracts

- (a) the cost of stock-piling;
- (b) the cost of refining to uranium trioxide; and
- (c) interest payments to Eldorado Mining and Refining Limited at a rate equal to the monthly average of weekly three-month Treasury bill tender rates less 0.5 per cent;

authority is granted to expend in the current and subsequent fiscal years in respect of this program an amount not exceeding \$135,000,000; estimated amount required for the current fiscal year.....\$ 13,500,000

During the year payments were made under the new agreements totalling \$12,631,850.

- B-22** The National Film Board operating account was provided for by section 18 of the National Film Act, c. 185, R.S., which also directed that the account be credited with (a) moneys received in respect of operations of the board, (b) amounts transferred from appropriations made by Parliament for the operations of the board, other than for the acquisition of capital equipment, in respect of expenditures incurred in such operations, and (c) amounts transferred from appropriations for expenditures by other departments for film activities, in respect of work undertaken for those departments. Payments in liquidation of liabilities arising out of the expenditures incurred by the board are charged to this account.

Subsection (5) directs that "At the end of each fiscal year the value of the inventory of the board and accounts receivable of the board shall be determined in accordance with regulations to be made by the Governor in Council, and if such value, added to the receipts shown in the account, exceeds the total of expenditures shown in the account and liabilities in respect of operations of the board then due and payable, an amount equal to the excess shall be transferred to the consolidated revenue fund as revenue, but if the value is less no amount may be credited to the account to meet the deficiency except pursuant to an appropriation by Parliament for that purpose".

Expenditures may exceed the receipts shown in the account by not more than \$2,000,000 under authority of Vote L30, Appropriation Act No. 5, 1963 and the following parliamentary authority:

Vote L35e To increase to \$2,000,000 the amount by which expenditures that may be charged at any time to the National Film Board Operating Account established by section 18 of the National Film Act may exceed receipts shown in the said account; additional amount required.....\$ 850,000

The financial statements of the board, prepared from accounts maintained on the accrual basis, and certified by the Auditor General, will be found in an appendix to section 27 in volume II of this report.

The amount of \$27,559 representing the unexpended balance of parliamentary appropriations for 1965-66 as shown on the balance sheet of the board will be transferred to non-tax revenue—refunds of previous years' expenditure in the fiscal year 1966-67.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule B—Continued

Departmental Working Capital Advances—Continued

B-23 In 1950 the National Research Council authorized the establishment of the central warehouse stores within the "Special Fund" (see deposit and trust category) for the purpose of operating a stores revolving account for the acquisition of stores which are in common use in the Council's several divisions. This account records the value of the central warehouse inventory as at March 31, 1966.

B-24 The operation of a revolving fund for the purpose of acquiring and managing material to be used in the manufacture of uniforms for customs and excise officers was authorized by Vote 632, Appropriation Act No. 2, 1954, which provided that the debit balance in the fund at any time may not exceed \$90,000. Cloth is purchased by the department for resale to clothing manufacturers, who are subsequently paid for the completed uniforms—see Vote 1 in section 31 of volume II of this report.

A statement showing the operation of the revolving fund is shown as an appendix to section 31 in volume II of this report.

B-25 This account is operated as a revolving fund in accordance with section 58 of the Financial Administration Act. Vote 508, Appropriation Act No. 5, 1958 provided that the debit balance in the fund at any time may not exceed \$1,000,000.

During the year this account was debited with \$1,970,155, representing the cost of goods purchased and credited with \$1,945,403 charged to the relevant votes.

B-26 Vote 574, Appropriation Act No. 6, 1960 authorized the operation of this account in accordance with section 58 of the Financial Administration Act, for the purpose of acquiring and managing stores that are required for the purposes of the northern administration branch. The debit balance in the revolving fund at any time is not to exceed \$500,000.

During the year this account was debited with \$233,001 representing the cost of goods purchased and credited with issues of \$208,238 charged to the relevant votes.

B-27 The operation of this fund was authorized by Vote 541, Appropriation Act No. 4, 1954 and extended by Vote 543, Appropriation Act No. 5, 1955, and Vote 528, Appropriation Act No. 6, 1956, for the purpose of: (a) acquiring and managing material to be used for the manufacture of uniforms and satchels, and (b) acquiring and managing materials and fittings to be used in the manufacture of mail bags; the total amount to be charged to the revolving fund at any one time not to exceed \$895,000. A statement showing the operation of the revolving fund is shown as an appendix to section 33 in volume II of this report.

B-28 Vote 529, Appropriation Act No. 6, 1956 authorized the operation of this account for the purpose of producing, processing or dealing in microfilm. The debit balance in the revolving fund at any time is not to exceed \$27,500. A statement showing the operations of the revolving fund is shown as an appendix to section 35 in volume II of this report.

B-29 This account was authorized by vote L33a, Appropriation Act No. 6, 1964 for the purpose of paying for the printing of publications by commercial printers, the amount to be charged to the revolving fund at any time not to exceed \$250,000. The vote was amended by the following parliamentary authority:

Vote L65e To amend Vote L33a of the Appropriation Act No. 10, 1964, by providing that, notwithstanding section 58 of the Financial Administration Act, the balance of the revolving fund at any time shall be determined after deducting therefrom all amounts due at such time by federal government departments and agencies. . . . \$ 1

During the year payments amounting to \$2,858,816 were made and the amount of \$2,905,737 was recovered from various departments. The balance in the account at March 31 represents the total amount of outstanding accounts to be paid by various departments in 1966-67.

B-30 P.C. 1954-21/561, April 14, 1954 approved the operation of the Royal Canadian Mounted Police revolving fund for the purchase and sale of material for the manufacture of uniforms. The operation of this fund was authorized by Vote 547, Appropriation Act No. 3, 1953 and Vote 633, Appropriation Act No. 2, 1954. The debit balance in the fund at any time is not to exceed \$450,000. A statement showing the operations of the revolving fund is shown as an appendix to section 39 in volume II of this report.

B-31 This fund was established by Appropriation Act No. 6, 1965, as follows:

Vote L74b To authorize the operation of a revolving fund in accordance with section 58 of the Financial Administration Act, for the purpose of acquiring, for resale to the public, articles related to the purposes and activities of the National Museum of Canada; the amount to be charged to the revolving fund at any time not to exceed . . . \$ 10,000

To establish this fund an inventory was taken on March 30, 1966 and indicated articles for resale valued at \$7,409.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

Schedule B—*Continued*

Departmental Working Capital Advances—*Continued*

B-32 This account was established by Vote 543, Appropriation Act No. 3, 1953, and extended by Vote 658, Appropriation Act No. 5, 1958 and Vote 760, Appropriation Act No. 2, 1961, for the purpose of financing the operation of canteens in federal penitentiaries; the amount to be charged to the fund at any time not to exceed \$255,000.

Vote 543 also provided authority for the payment of such proportion of the profits on such operations as the Treasury Board may allocate to the prisoners welfare fund. T.B. 574154, January 9, 1961 authorized 100 per cent of such profits to be allocated to the welfare fund.

A statement showing the operations of the revolving fund is shown as an appendix to section 41 in volume II of this report.

B-33 This account was established by Vote 628, Appropriation Act No. 2, 1955, and extended by Vote 660, Special Appropriation Act, 1958, Vote 657, Appropriation Act No. 5, 1958 and Vote 600, Appropriation Act No. 5, 1961, for the purpose of acquiring, managing and manufacturing materials used in industrial work done for: (a) government departments, and (b) penitentiaries including the Office of the Commissioner of Penitentiaries. The debit balance in the fund at any one time is not to exceed \$1,000,000.

A statement showing the operations of the account is shown as an appendix to section 41 in volume II of this report.

B-34 This account was established by Vote L 25 Appropriation Act No. 1, 1963 for the purposes of acquiring live-stock for slaughter and subsequent sale for use in institutional feeding, and of acquiring raw materials required to produce canned goods for institutional feeding. The debit balance in the fund at any one time is not to exceed \$175,000.

A statement showing the operations of the account is shown as an appendix to section 41 in volume II of this report.

B-35 This account was authorized by Vote 657, Appropriation Act No. 2, 1952, Vote 588, Appropriation Act No. 2, 1956, Vote 511, Appropriation Act No. 5, 1958, Vote 481, Appropriation Act No. 5, 1959 and Vote L61e, Appropriation Act No. 4, 1964, to provide for working capital advances to departmental field offices in Canada as well as to posts and employees on posting abroad. The balance of this account is not to exceed \$700,000 at any time. This amount has been extended by Appropriation Act No. 6, 1965 and Appropriation Act No. 1, 1966, as follows:

Vote L78b To increase to \$850,000 the amount that may be charged at any time to the special account mentioned in Vote L61e of the Appropriation Act No. 4, 1964, that was established for the purpose of providing working capital advances to posts and to employees on posting abroad and to departmental field offices in Canada.....	\$ 150,000
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Vote L78d To increase to \$1,150,000 the amount that may be charged at any time to the special account mentioned in Vote L61e of the Appropriation Act No. 4, 1964, that was established for the purpose of providing working capital advances to posts and to employees on posting abroad and to departmental field offices in Canada.....	\$ 300,000
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The closing balance consisted of advances to posts \$436,565 and advances to employees \$152,393. Interest at 3½ per cent was charged on advances issued to employees prior to October 1, 1964, after that date the interest rate was increased to 5 per cent per annum. Gross debits during the year amounted to \$4,642,265 and gross credits \$4,499,231.

B-36 This account was established under authority of Vote L20 of Appropriation Act No. 1, 1963, for payments in current and subsequent fiscal years, on the requisition of the Minister of Transport, in respect of consolidated government telecommunications services. The account is credited with the charges to the various departments receiving service and the excess of the amounts paid out over the amounts credited are not to exceed \$1,000,000 at any time.

The expenditures covered costs of consolidated telephone and inter-city services used by departments and agencies for the Ottawa/Hull area and Montreal plus consolidated telephone systems in Toronto, Edmonton and the Keewatin District, as well as telephones in the residences of the Governor General, the Prime Minister and Cabinet Ministers and their private secretaries in Ottawa. Total expenditures were \$3,235,058, the principal items being \$2,260,298 for consolidated telephone service in Ottawa, \$658,374 for inter-city services and \$231,297 for consolidated telephone service in Toronto. The account was credited with \$3,194,552 and the debit balance in the account on March 31 represents the total outstanding accounts to be paid during 1966-67.

Financial statements of this account are shown as an appendix to section 43 in volume II of this report.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule B—Concluded

Departmental Working Capital Advances—Concluded

B-37 This revolving fund was authorized under the provisions of the Financial Administration Act for the purpose of acquiring and managing stores. The amount that may be charged to the fund is \$10,000,000 as provided by the following parliamentary authority:

Vote L81b To increase to \$10,000,000, the amount that may be charged at any time to the revolving fund mentioned in subsection (2) of section 101 of the Financial Administration Act, Chap. 12, Statutes of 1951 (2nd Session), and extended by Vote 630 of the Appropriation Act No. 2, 1955, Vote 662 of the Appropriation Act No. 5, 1958, Vote 710 of the Appropriation Act No. 3, 1960, and Vote 602 of the Appropriation Act No. 5, 1961; and also to extend the purpose of the revolving fund to include the operation of departmental workshops; additional amount required . . . \$ 1,000,000

During the year the main stores account was debited with \$7,737,416, representing the cost of goods purchased and \$106,041 covering salaries and wages of departmental employees engaged in manufacture of certain material and credited with issues of \$6,710,310 charged to relevant appropriations and an amount of \$98,404 charged to Vote 74e representing write-off of obsolete stores and inventory shortages.

A subsidiary account is maintained by the department for the operation of a liquor outlet at the Ottawa international airport under authority of P.C. 1960-36/1049, August 4, 1960 and T.B. 627916 July 2, 1964. This subsidiary account was debited with \$41,933 (including the net return of \$14,624 from the operation of the account which was credited to non-tax revenue—privileges, licences and permits) and credits were \$57,083.

Financial statements of this account are shown as an appendix to section 43 in volume II of this report.

B-38 The operation of this fund was authorized by Vote 517, Appropriation Act No. 5, 1958 and extended by Vote 495, Appropriation Act No. 6, 1960 for the purpose of financing the manufacture of Remembrance Day poppies and wreaths. The debit balance in this account at any one time shall not exceed \$400,000. Gross debits amounted to \$344,495 and gross credits amounted to \$354,858.

A statement showing the operation of the fund is shown as an appendix to section 45 in volume II of this report.

SCHEDULE C

Other Current Assets

- C- 1** Collections received after March 31, for a limited period, which are applicable to the fiscal year ending on that date are recorded in this account.
- C- 2** This account represents the cash in hands of postmasters and in transit at the close of business on March 31, 1966.

SCHEDULE D

Canada Pension Plan Investment Fund

- D- 1** This account was established to record the purchase and the sale of securities of the Government of Canada, of a participating province, or of any agent of Her Majesty in right of that province that is guaranteed as to principal and interest by the province, under authority of the Canada Pension Plan Act, 1965, which became effective January 1, 1966.

SCHEDULE E

Sinking Fund and Other Investments held for Retirement of Unmatured Debt

- E- 1** This category records the purchase by Canada of its own securities for the eventual retirement of unmatured debt.

The holdings of \$5,441,198 in this account at March 31, 1965 were transferred to the securities investment account during the fiscal year and are shown in that account for comparative purposes.

SCHEDULE F

Loans to, and Investments in, Crown Corporations

- F- 1** *Bonds and notes*—These represent loans, evidenced by promissory notes and bonds of the corporation, made for the purpose of making loans to farmers. During the year loans of \$161,000,000 were made to the corporation and repayments were \$20,507,338.

Capital—This represents the Crown's investment in the capital of the corporation as authorized by the Farm Credit Act, as amended. During the year there were additional subscriptions of \$5,750,000.

Farm machinery syndicates loan fund—The Farm Machinery Syndicates Credit Act, c. 29, 1964 provides for the extension of credit to farm machinery syndicates. Advances amounting to \$815,000 were made to the corporation during the fiscal year for the purpose of making loans under this act. Repayments by the corporation during the year were \$5,500.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule F—Continued

Loans to, and Investments in, Crown Corporations—Continued

The working capital advance of \$50,000 outstanding as at March 31, 1965 plus an additional advance of \$75,000 made during the year were both repaid by the corporation.

The balance sheet of the corporation as at March 31, 1966, as certified by the Auditor General, together with related statements, are shown in volume III of this report.

F- 2 Capital stock—P.C. 1963-840, May 30, 1963 approved the application by the company for supplementary letters patent decreasing the paid up capital of the company from \$54,000,000 to \$15,000,000.

Loans—These represent advances made to the company to finance the construction of housing and other works.

Advances totalling \$1,950,000 for the construction of housing near the Whiteshell Nuclear Research Establishment were authorized by P.C. 1965-1239, July 9, 1965 and by the following vote:

Vote L5 Advances to Atomic Energy of Canada Limited in such amounts and on such terms and conditions (including the delivery to Her Majesty, in satisfaction of the advances, of obligations or shares of the company) as the Governor in Council may approve, to finance the construction of the Douglas Point generating station; to share in the construction of the Pickering generating station under agreement between the federal government, the Province of Ontario and the Hydro Electric Power Commission of Ontario; to finance the construction of an engineering design office at Sheridan Park; to finance the construction of housing and other works near the Whiteshell Nuclear Research Establishment; and to authorize Central Mortgage and Housing Corporation to undertake construction of the said housing and other works near the Whiteshell Nuclear Research Establishment for Atomic Energy of Canada Limited.....\$ 12,162,000

Repayments amounted to \$266,911 during the year.

Interest accrued, \$12,340, in respect of an advance made in 1962-63 for housing near the Whiteshell Nuclear Research Establishment was capitalized and recorded in this account in 1963-64 with a corresponding credit set up under deferred credits. Interest on loans, amounting to \$403,736, was received and credited to non-tax revenue—return on investments. Included in this interest payment was an amount of \$371 transferred from deferred credits.

Douglas Point generating station—Advances made to finance the construction of this station are recorded in this account.

Advances totalling \$5,812,000 were made under authority of Vote L5 and P.C. 1965-1239, July 9, 1965. There were no repayments during the year.

Pickering generating station—Advances made to finance the company's share in the construction of this station are recorded in this account.

Advances totalling \$2,400,000 were made under authority of Vote L5 and P.C. 1965-1363, July 28, 1965. There were no repayments during the year.

Sheridan Park engineering design office—Advances made to finance the construction of this office are recorded in this account.

Advances totalling \$2,000,000 were made under authority of Vote L5 and P.C. 1965-1239, July 9, 1965. There were no repayments during the year.

F- 3 Loans—In this account are recorded loans made to the Canadian Broadcasting Corporation for the purpose of capital expenditures.

An additional loan of \$13,167,000 was made during the current fiscal year and charged to the following parliamentary authority:

Vote L10 Loans to the Canadian Broadcasting Corporation for the purpose of capital expenditures subject to terms and conditions prescribed by the Governor in Council.....\$ 14,000,000

Terms and conditions are prescribed by P.C. 1965-1022, June 3, 1965.

Recovery of these loans is likely to require parliamentary appropriations in subsequent fiscal years.

Repayments of \$712,500 were received during the current fiscal year. Interest on loans amounting to \$1,009,323 was received and credited to non-tax revenue—return on investments, Department of Finance.

Working capital—Vote 759, Appropriation Act No. 2, 1961 provided for advances of \$3,000,000 to the Canadian Broadcasting Corporation, in accordance with such terms and conditions as the Governor in Council may approve, for the purpose of increasing working capital.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

Schedule F—*Continued*

Loans to, and Investments in, Crown Corporations—*Continued*

P.C. 1961-3/453, March 30, 1961 provided that (a) the corporation shall in its books of account credit the amount to proprietor's equity account, in accordance with section 33 of the Broadcasting Act; (b) the advance shall be free of interest and shall be subject to review by Treasury Board from time to time.

Financial statements are shown in volume III of this report.

F- 4 *Capital*—This represents the Crown's investment in the capital of the corporation as authorized by section 17 of the Central Mortgage and Housing Corporation Act, c. 46, R.S. The balance sheet as at December 31, 1965, as certified by the auditors of the corporation, together with statements of income and expenditure and reserve fund account will be found in volume III of this report.

Loans and advances—This relates to loans and advances as follows:

	Dr. balance Mar. 31, 1966	Dr. balance Mar. 31, 1965	Net increase or decrease (—)
	\$	\$	\$
(a) Account No. 1.....	2,028,318,525	1,780,800,851	247,517,674
(b) Account No. 2.....	72,746,520	76,044,732	-3,298,212
(c) Account No. 3.....	113,411,086	112,168,301	1,242,785
(d) Account No. 5.....	96,353,603	61,682,076	34,671,527
(e) Account No. 6.....	99,246,637	82,147,686	17,098,951
(f) Mortgage and loan purchase fund.....	17,850,000		17,850,000
	<u>2,427,926,371</u>	<u>2,112,843,646</u>	<u>315,082,725</u>

(a) P.C. 1965-380, March 5, 1965, approved advances in the current fiscal year pursuant to section 22(1) of the National Housing Act, 1954, for the purpose of making loans under the following sections of the said act: section 16, to a limited-dividend company for construction of a low rent housing project; section 17, to an incorporated company engaged in the mining, lumbering, logging or fishing industry for construction of low- or moderate-cost housing projects in areas or localities that are adjacent to or connected with the operations of the borrower; section 40, to a person unable to obtain a loan from an approved lender for construction of a house or housing project; and section 40A, to an Indian for the construction of housing projects on Indian reserves. Advances during the current fiscal year amounted to \$403,791,846 and repayments were \$156,274,172; interest is payable at varying rates based on rates prevailing at the time commitments were made by the corporation. In this connection, an amount of \$87,362,424 was received and credited to non-tax revenue—return on investments.

(b) Section 37 of the National Housing Act, 1954, c. 23, 1953-54, as amended, authorized advances to the corporation out of moneys provided by Parliament for the acquisition and construction of real estate by the corporation itself or on behalf of federal government departments or Crown companies or in conjunction with municipalities.

Advances made during the current fiscal year were nil and repayments \$3,298,212. Interest is payable at the rate of 2 per cent per annum on the outstanding balance of advances made to March 31, 1953, and at a rate of 3½ per cent per annum on advances made subsequent to that date. An amount of \$1,587,713 in respect of this interest was received and credited to non-tax revenue—return on investments.

(c) Section 35A (formerly section 36) of the National Housing Act, 1954, c. 23, 1953-54, as amended, authorizes advances out of the consolidated revenue fund to the corporation for the purpose of undertaking projects jointly with the government of any province. It also authorizes payments to the corporation as reimbursement for losses sustained by it as a result of the sale or operation of any of its projects undertaken pursuant to this section. Provision is made for repayment of all or any part of the outstanding principal advances under this section without notice or bonus, if the corporation so desires. The payment of an advance or reimbursement shall not be greater than the amount by which the aggregate of \$150,000,000 and any additional amounts authorized by Parliament exceeds the aggregate of the total amount of advances and reimbursements charged to this account.

Advances during the current fiscal year amounted to \$4,500,000 and were charged to the following parliamentary authority:

Vote L62e Advances charged to the special account in the consolidated revenue fund established by subsection (4) of section 35A of the National Housing Act, 1954, in respect of housing and land development projects undertaken jointly with the governments of provinces during the calendar year 1965.....	<u>\$ 4,500,000</u>
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Repayments in 1965-66 were \$3,257,215.

Interest at rates varying from 3 to 5 per cent per annum is payable on advances from account No. 3. In this connection an amount of \$4,927,502 was received and credited to non-tax revenue—return on investments.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule F—Continued

Loans to, and Investments in, Crown Corporations—Continued

(d) P.C. 1965-380, March 5, 1965, approved advances in the current fiscal year pursuant to section 36B (1) of the National Housing Act, 1954, for the purpose of making loans under Part VI A of the said act to a university for construction of a university housing project or the acquisition of existing buildings and their conversion into a university housing project. During the current fiscal year advances amounting to \$35,000,000 were transferred to this account from account No. 1. Repayments were \$328,473.

Interest is payable at varying rates based on rates prevailing at the time commitments were made by the corporation. In this connection, an amount of \$3,705,861 was received and credited to non-tax revenue—return on investments.

(e) P.C. 1965-380, March 5, 1965, approved advances in the current fiscal year pursuant to section 36H (2) of the National Housing Act, 1954, for the purpose of making loans under Part VI B of the said act to any province, municipality or municipal sewerage corporation for the purpose of assisting in the construction or expansion of a sewage treatment project. The payment of an advance shall not be greater than the amount by which the aggregate of \$200,000,000 and any additional amounts authorized by Parliament exceeds the aggregate of the total amount of advances and reimbursements charged to this account. Section 36H authorizes payments to the corporation in reimbursement of forgiveness payments in respect of loans made to municipalities under this Part. During the current fiscal year advances amounting to \$29,500,000 were transferred to this account from account No. 1 and were charged to the following parliamentary authority:

Vote L64e Advances charged to the special account in the consolidated revenue fund established by subsection 2 of section 36H of the National Housing Act, 1954, in respect of loans to any province, municipality or municipal sewerage corporation, for construction or expansion of municipal sewerage treatment projects during the calendar year 1965.....	\$ 30,500,000
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Repayments by the corporation were \$12,834,902. Payments to the corporation representing reimbursement of forgiveness payments during the fiscal year and charged to this account amounted to \$10,947,006 and \$10,513,153 representing payments during the calendar year 1965 was transferred to Vote 30e.

Interest is payable at varying rates based on rates prevailing at the time commitments were made by the corporation. An amount of \$4,530,260 in respect of this interest was received and credited to non-tax revenue—return on investments.

(f) P.C. 1965-381, March 5, 1965, approved advances in the current fiscal year pursuant to section 11 (1b) of the National Housing Act, 1954, for the purpose of making loans to holders of National Housing Act insured mortgages.

The payment of an advance shall not be greater than the amount by which \$100,000,000 exceeds the total amount of advances charged to the mortgage and loan purchase fund, less the total amount of moneys paid by the corporation pursuant to section 11 (1c) of the National Housing Act, 1954.

Advances during the current fiscal year amounted to \$29,950,000 and repayments were \$12,100,000; interest is payable at rates which are equal to the average accepted 91-day treasury bill tender rate as announced by the Bank of Canada on behalf of the Minister of Finance immediately prior to the date of the advance, plus one-eighth of one per centum. In this connection an amount of \$476,290 was received and credited to non-tax revenue—return on investments.

F- 5 These advances were made in previous fiscal years. During the year a repayment of \$2,500,000 was received. The accounts of Canadian Arsenals Limited are audited by the Auditor General of Canada and the balance sheet as at March 31, 1966, as certified by him, together with supporting schedules, will be found in volume III of this report.

F- 6 Advances are made under authority of section 8 (1) of the Canadian Commercial Corporation Act, c.35, R.S., which states that funds not exceeding the aggregate of \$10,000,000 are to be made available to the corporation for working capital requirements. During the year \$2,000,000 was advanced.

The accounts of the corporation are audited by the Auditor General of Canada in accordance with the provisions of section 8 (7) of the act, and the balance sheet as at March 31, 1966, as certified by him, together with the statement of income and expense, will be found in volume III of this report.

F- 7 The closing balance represents the investment of the Crown in the company. A dividend of \$4,500,000 on capital stock was received and credited to non-tax revenue—return on investments.

The accounts of the corporation are audited by the Auditor General of Canada and the balance sheet as at December 31, 1965, as certified by him, together with supporting schedules, will be found in volume III of this report.

F- 8 This account records the investment of the government as the sole owner of the capital stock of the bank which was acquired under authority of the Bank of Canada Act Amendment Act, c. 42, 1938. Of this amount \$5,000,000 represents the par value of 100,000 shares of capital stock and the balance of \$920,000 represents premium paid in respect of the acquisition in 1938 of shares held by the public. The total amount of \$143,106,339

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule F—Continued

Loans to, and Investments in, Crown Corporations—Continued

received during the fiscal year by the government as profits for the bank year was credited to non-tax revenue—return on investments. The financial statements of the bank are shown in volume III of this report.

- F- 9 This account records the purchase of securities issued by the Canadian Corporation for the 1967 World Exhibition pursuant to section 12 of the Canadian Corporation for the 1967 World Exhibition Act and P.C. 1965-1366, July 28, 1965.

Purchases amounting to \$44,000,000 were charged to the following vote during the current fiscal year:

Vote L26b To provide for the purchase, acquisition, and holding by the Minister of Finance of securities issued by the Canadian Corporation for the 1967 World Exhibition pursuant to subsection (1) of section 12 of the Canadian Corporation for the 1967 World Exhibition Act and to subsequently dispose thereof..... \$ 80,000,000

Interest amounting to \$193,697 was received and credited to non-tax revenue—return on investments.

- F-10 The balance represents the investment of the Crown in the capital stock of this company. During the year \$1,500,000 representing a dividend declared by the Board of Directors, Dec. 1, 1965, was received and credited to non-tax revenue—return on investments. The accounts of the company and its wholly owned subsidiaries, Northern Transportation Company Limited and Eldorado Aviation Limited are audited by the Auditor General of Canada and the balance sheets as at December 31, 1965, as certified by him, together with supporting schedules, will be found in volume III of this report.

- F-11 *Greenbelt*—Parliamentary votes in the fiscal years 1959-60 to 1963-64, inclusive, authorized loans of \$37,000,000 to the Commission, in the current and subsequent fiscal years, for the purpose of acquiring property in the Greenbelt. Of this amount \$35,400,000 was borrowed to March 31, 1966, leaving \$1,600,000 which may be borrowed in subsequent fiscal years.

Loans of \$1,500,000 were made during the current year to the National Capital Commission under authority of Vote L50 of Appropriation Acts Nos. 3, 5, 6, 7, and 8, 1962 and the Special Appropriation Act 1963 in accordance with section 16 of the National Capital Act to acquire property in the National Capital Region, for the purpose of establishing what is commonly referred to as the "Greenbelt".

Recovery of these loans is likely to require parliamentary appropriations in subsequent fiscal years.

Repayments of \$95,363 were received during the year. Interest on loans at rates varying from 4 per cent to 5½ per cent, amounting to \$1,793,004, was received and credited to non-tax revenue—return on investments, Department of Finance.

Excluding Greenbelt—Loans of \$9,000,000 were made during the current year under the following authority:

Vote L70 Loans to the National Capital Commission in accordance with section 16 of the National Capital Act for the purpose of acquiring property in the National Capital Region, excluding property being acquired for the purpose of establishing what is commonly referred to as the "Greenbelt"..... \$ 9,000,000

Repayments of \$2,926,872 were received during the year. Interest on loans at rates varying from 4 per cent to 5½ per cent, amounting to \$1,460,798, was received and credited to non-tax revenue—return on investments, Department of Finance.

- F-12 This account reflects the investment of the Crown in the capital stock of the company which was incorporated under section 17 of the Research Council Act, c. 239, R.S., as amended. The balance sheet of the company as at March 31, 1966, as certified by the Auditor General, together with related statements, is shown in volume III of this report.

- F-13 The Commission is authorized by the Northern Canada Power Commission Act, c. 42, 1956, to construct and operate power plants in the Northwest Territories, the Yukon Territory and elsewhere in Canada under certain conditions, and to purchase, lease or sell power.

Advances totalling \$2,620,000 made in the current year were authorized by:

Vote L55 Advances to the Northern Canada Power Commission for the purpose of capital expenditures in accordance with section 15 of the Northern Canada Power Commission Act..... \$ 3,630,000

Repayments of principal for the following power plants were received during the year: Field \$3,842, Fort Resolution \$2,287, Fort Simpson \$9,616, Fort Smith \$9,280, Frobisher Bay \$9,405, Inuvik \$27,158, Mayo \$259,060, Whitehorse \$95,872, Yellowknife-Snare River \$135,002.

Interest on amortized loans, \$731,047, and capitalized interest transferred from deferred credits, \$7,574, paid in 1965-66, were credited to non-tax revenue—return on investments, Department of Finance.

The accounts of the commission are audited by the Auditor General of Canada and the balance sheet as at March 31, 1966, as certified by him, together with supporting schedules, will be found in volume III of this report.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

Schedule F—*Continued*

Loans to, and Investments in, Crown Corporations—*Continued*

F-14 This account was opened under authority of section 14 of the Northern Canada Power Commission Act, c. 196, R.S., as amended, in order to pay the commission the sum of \$50,000 as a fund for the purpose of meeting expenditure incurred by the commission in carrying out investigations of projects for supplying public utilities in accordance with section 13 of the act.

F-15 This corporation was incorporated under the Export Credits Insurance Act, c. 105, R.S., as amended, to promote the revival of trade and to encourage exports from Canada by the provision of government guarantees. The closing balance represents the subscription by the Minister of Finance for capital stock in the corporation under authority of section 10 of the Export Credits Insurance Act, c. 105, R.S., as amended.

The accounts of the corporation are audited by the Auditor General of Canada and the statement of assets and liabilities as at December 31, 1965, as certified by him, together with supporting schedules, will be found in volume III of this report.

F-16 An amendment (c. 15, 1953-54) to the Export Credits Insurance Act provides that the authorized capital of the corporation shall be \$15,000,000 and that the amount of \$5,000,000 previously debited hereto, shall continue to be the capital surplus of the corporation. During the year, an amount of \$610,469, representing excess of premiums over amount required to meet expenses and overhead arising out of insurance contracts entered into under section 21 of the Export Credits Insurance Act, was received and credited to non-tax revenue—miscellaneous.

F-17 An amendment (Sec. 21A (3) c. 24, 1959) to the Export Credits Insurance Act authorizes the making of loans, on the security of a guaranteed instrument, to the corporation by the Minister of Finance out of the consolidated revenue fund.

Interest received during the fiscal year amounting to \$6,791,084 was credited to non-tax revenue—return on investments.

Transactions during the year were as follows:

Brazil—By P.C. 1961-1732 further loans of \$32,825 were made on behalf of Companhia Siderurgica Nacional, Rio de Janeiro and guaranteed by Superintendencia de Moeda e do Credito (SUMOC), as agent of the Government of Brazil, for the purchase of diesel electric locomotives and spare parts from Montreal Locomotive Works Ltd., Montreal. Repayments amounted to \$32,825.

Repayment of \$8,614 was made on the loan authorized by P.C. 1962-338 on behalf of Rede Ferroviaria Federal S.A., Rio de Janeiro and guaranteed by the Government of the United States of Brazil for the purchase of diesel electric locomotives and spare parts from General Motors Diesel Ltd., London, Ontario.

By P.C. 1963-495 further loans of \$1,317,848 were made on behalf of Companhia Vale do Rio Doce S.A., Rio de Janeiro and guaranteed by the Government of the Republic of the United States of Brazil for the purchase of diesel electric locomotives from General Motors Diesel Ltd., London, Ontario.

Ceylon—By P.C. 1963-571 further loans amounting to \$1,806,623 were made on behalf of the Government of Ceylon for the purchase of equipment from Canadian General Electric Co., Ltd., Toronto and related engineering services from Ingledow, Kidd and Associates Ltd., Vancouver, for a hydro-electric power project. Repayments amounted to \$447,000.

Chile—Repayments of \$226,727 were made on loans authorized by P.C. 1961-1081 and P.C. 1962-1787 on behalf of Industrias Forestales, S.A., of Santiago and guaranteed by Corporacion de Fomento de la Produccion, an agency of the Government of Chile, for the purchase of equipment from John Inglis Co. Ltd., Toronto and engineering services from Sandwell and Co. Ltd., Vancouver.

By P.C. 1963-843 and P.C. 1964-1541 further loans amounting to \$2,705,703 were made on behalf of Compania Manufacturera de Papeles y Cartones, S.A., Santiago, guaranteed by a first mortgage on properties and equipment owned by this company, for the purchase of pulp mill equipment from various suppliers and related project engineering services from H. A. Simons (International) Ltd., Vancouver.

India—By P.C. 1963-920, further loans amounting to \$953,422 were made on behalf of the Cominco Binani Zinc Limited, Calcutta, India, and guaranteed by the Industrial Finance Corporation of India for the purchase of engineering services and capital equipment for a zinc smelter and associated sulphuric acid plant from the Consolidated Mining and Smelting Company Limited, Montreal.

By P.C. 1963-1760 further loans amounting to \$3,899,900 were made on behalf of the President of India representing the Rana Pratap Sagar Hydro Power Project and guaranteed by the President of India for the purchase of power generation and sub-station equipment from Canadian suppliers and the services of Montreal Engineering Co. Ltd., Montreal, as consulting engineers and as procurement agents.

By P.C. 1963-1762 further loans amounting to \$53,405 were made on behalf of the President of India and guaranteed by the President of India for the purchase of diesel electric locomotives from Montreal Locomotive Works, Limited, Montreal.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

Schedule F—*Continued*

Loans to, and Investments in, Crown Corporations—*Continued*

By P.C. 1963-1763 further loans amounting to \$3,238,928 were made on behalf of the President of India and guaranteed by the President of India for the purchase of capital equipment from Canadian suppliers, including turbo-generators and one half of the initial fuel supply, engineering and procurement services from Montreal Engineering Company, Limited and nuclear engineering services from Atomic Energy of Canada Limited, required for the CANDU Type Nuclear Power Station at Rana Pratap.

By P.C. 1964-282 further loans amounting to \$464,107 were made on behalf of the President of India and guaranteed by the President of India for the purchase of capital equipment from Canadian suppliers and procurement services from Aluminum Company of Canada, Limited, Montreal.

By P.C. 1964-836 further loans amounting to \$774,752 were made on behalf of the President of India and guaranteed by the President of India for the purchase of engineering services and capital equipment from Canadian Vickers Limited, Montreal, required for the National Aeronautical Laboratory, Village of Belur, Bangalore, India.

By P.C. 1964-1314 further loans amounting to \$781,215 were made on behalf of the President of India for the purchase from Amco Furnace Contractors Limited, Rexdale, Ontario, of design, erection and commissioning services and capital equipment.

By P.C. 1965-232 loans amounting to \$937,160 were made on behalf of the President of India and guaranteed by the President of India for the purchase of engineering and procurement services from Montreal Engineering Company, Limited, Montreal, and power generation and transmission equipment from Canadian exporters required for the Kota Dam Power Project in the State of Rajasthan, India.

Liberia—By P.C. 1962-123 and P.C. 1963-1501 further loans amounting to \$286,808 were made on behalf of the Government of the Republic of Liberia for the purchase of telecommunications equipment and related services from RCA Victor Co. Ltd., Montreal.

Mexico—By P.C. 1964-581 further loans amounting to \$250,331 were made on behalf of Fabricas de Papel Tuxtepec, S.A., Mexico City, and guaranteed by Nacional Financiera S.A., for the capital equipment and engineering and erection services from Canadian suppliers for conversion of present pulp and paper mill facilities at Tuxtepec, Mexico.

Repayment of \$503,330 was made on the loan authorized by P.C. 1964-1275 on behalf of Ferrocarril del Pacifico, S.A. de C.V. Guadalajara, Jalisco, Mexico, and guaranteed by the Nacional Financiera, S.A., for the purchase of steel rails and track accessories from Dominion Steel and Coal Corporation, Limited, Sydney, N.S.

By P.C. 1965-695 loans were made in the amount of \$9,842,679 on behalf of Ferrocarriles Nacionales de Mexico, Mexico City, Mexico, and guaranteed by Nacional Financiera S.A. for the purchase of steel rails and track accessories from Dominion Steel and Coal Corporation Limited, Sydney, N.S. Repayments amounted to \$704,027.

Pakistan—By P.C. 1962-1175 further loans amounting to \$164,949 were made on behalf of the East Pakistan Industrial Development Corporation, Dacca and guaranteed by the Government of Pakistan for the purchase of equipment from Canadian General Electric Co. Ltd., Toronto and engineering services from Sandwell Consultants Ltd., Vancouver. Repayments amounted to \$498,596.

By P.C. 1963-873 further loans amounting to \$2,650,463 were made on behalf of the East Pakistan Water and Power Development Authority, Dacca and guaranteed by the Government of Pakistan for the purchase of engineering services and capital equipment from the Pelletier Engineering (International) Ltd., Montreal.

Philippines—By P.C. 1964-984 further loans amounting to \$7,187,864 were made on behalf of the Philippine Long Distance Telephone Company, Manila, and guaranteed by the National Investment and Development Corporation, Manila, Philippines, for the purchase of equipment from Automatic Electric (Canada) Limited, Brockville, Ont.

Taiwan—By P.C. 1965-1461 loans amounting to \$233,267 were made on behalf of the Vocational Assistance Commission for Retired Servicemen, Taipei, Taiwan, an agency of the Government of Taiwan and guaranteed by the Bank of Taiwan for the purchase of engineering and procurement services, and equipment for a lumber, plywood and furniture component complex from Canadian Transoceanic Technical Services Limited, Vancouver.

United Arab Republic—By P.C. 1965-940 loans amounting to \$1,255,128 were made on behalf of the General Egyptian Organization for Cinema and Broadcast Engineering, Cairo, Egypt, an agency of the Government of the United Arab Republic, and guaranteed by the United Arab Republic, for the purchase of microwave, radio and television broadcasting and communication equipment and associated technical services from RCA Victor Company, Ltd., Montreal.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule F—Continued

Loans to, and Investments in, Crown Corporations—Continued

F-18 These accounts reflect the transactions in respect of advances made to the Canadian National Railways for debt redemption and capital expenditure purposes under authorities quoted and of temporary loans granted to the Canadian National Railways in respect of the relevant annual deficits as authorized by the Financing and Guarantee Acts quoted in schedule and in the current year by the following authorities:

Vote L82d Advances to Canadian National Railways and Air Canada in such manner and subject to such terms and conditions as the Governor in Council may approve . . . **\$20,000,000**

Vote L82e Advances during the 1965-66 and 1966-67 fiscal years to Canadian National Railways and to Air Canada in such manner and subject to such terms and conditions as the Governor in Council may approve and to provide for the purchase during such fiscal years and holding by the Minister of Finance of 4% preferred stock of the Canadian National Railways and the subsequent disposal thereof **\$35,000,000**

During the current year advances amounting to \$35,000,000 were made under above authorities.

The consolidated balance sheet of the Canadian National Railways as at December 31, 1965, together with related statements, is shown in volume III of this report.

F-19 Under the provisions of the Canadian National Railways Capital Revision Act, c. 311, R.S., as amended, the Minister of Finance was authorized:

- (a) to release the company from certain claims of Her Majesty amounting to \$736,385,405 being 50 per cent of the indebtedness of the company to Her Majesty and the public as at December 31, 1951, in exchange for preferred stock of the company;
- (b) to purchase from time to time, in the years 1952 to 1961 inclusive, out of the consolidated revenue fund, preferred stock of the company to the total value not exceeding three per cent of the gross revenue of the national company, to be used to meet expenditures for additions and betterments of the system;
- (c) in order to relieve the company of 10 years' interest payments on an amount of \$100,000,000, to release claims by Her Majesty totalling this amount in exchange for an obligation of the company to pay the sum of \$100,000,000 on January 1, 1972, with interest at such rates and upon such terms as the Governor in Council prescribes, except that no interest shall be payable in respect of the period of ten years from January 1, 1952.

With respect to (a) above, the principal amount of \$736,385,405 specified in schedule A of the act was released in exchange for 736,385,405 shares of four per cent preferred stock of the company. Additional stock to the value of \$307,965,071 was purchased subsequently as provided in (b) of which stock to the value of \$24,143,917 was purchased during the current fiscal year.

With respect to (b) above the period was extended to December 31, 1965 by section 12 of the Canadian National Railways Financing and Guarantee Act, 1964, and in respect of (c) above, by section 11 of the aforementioned act the period for which no interest is payable was extended to December 31, 1965.

F-20 Under authority of section 8 of the Canadian National Railways Capital Revision Act, c. 22, 1937, the balances then standing in public accounts in respect of: Canadian Government Railways—open accounts, Canadian Government Railways—store accounts, and the Saint John and Quebec Railway—open and stores accounts were adjusted as prescribed in the act and the residue was consolidated under the title of "Canadian Government Railways working capital".

The balance in this account is carried against the Canadian National Railways without interest as representing a fair approximation of the amount of Canadian National Railways working capital utilized for Canadian Government Railways purposes.

F-21 These amounts represent loans made by the government to Air Canada for interim financing. Further loans amounting to \$5,962,000 were made in the current fiscal year of which \$1,672,000 was in respect of 1965 and \$4,290,000 in respect of 1966. Repayments of \$5,250,000 in respect of interim financing for 1965 were received during the current fiscal year.

F-22 This account records recoverable advances made to the Canadian National Railway Company under authority of various parliamentary appropriations, to be used for the completion of the ferry terminal at Bar Harbour, Maine, U.S.A.

The procedure for repayment of the loans was established by P.C. 1954-43/733, May 20, 1954, and P.C. 1955-1224, August 16, 1955, which provided that: (a) the aggregate of the loans be repaid by the company in thirty consecutive annual payments without interest, commencing one year after the ferry service has been in operation, and (b) the annual payments shall not form part of the accounts of the company but shall be charged to the cost of operating the ferry service.

An amount of \$24,508 was refunded by the company during the current fiscal year.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule F—Continued

Loans to, and Investments in, Crown Corporations—Continued

F-23 In this account is recorded a loan to the Canadian National Railway Company under authority of Vote 791, Appropriation Act No. 5, 1955, for the purpose of providing working capital for the operation of the Yarmouth, N.S., and Bar Harbour, Maine, U.S.A., ferry service.

Interest amounting to \$7,000 was received and credited to non-tax revenue—return on investments.

F-24 This account reflects the government's investment in the company. The balance sheet of the company as at December 31, 1965, together with related statements, is shown in volume III of this report.

F-25 The corporation was incorporated under the Canadian Overseas Telecommunication Corporation Act, c. 42, R.S., as amended, to establish, maintain and operate in Canada and elsewhere external telecommunication services by cable, radio-telegraph, radio-telephone and any other means of telecommunication for the conduct of public communications and to co-ordinate Canada's external telecommunication services with those of other parts of the British Commonwealth of Nations.

Section 14 of the act provides that the Minister of Finance may pay to the corporation for capital purposes amounts not exceeding \$4,500,000 and in addition any moneys appropriated by Parliament.

Advances amounting to \$62,909,044 were made in previous years, of which \$4,500,000 was pursuant to the above section of the act and \$58,409,044 under authority of various appropriation acts.

Provisions were made for further advances in the current year under the following authorities, however, no advances were issued:

Votes L80 and L80b Loans to the Canadian Overseas Telecommunication Corporation in accordance with section 14 of the Canadian Overseas Telecommunication Corporation Act for additions and betterments to facilities.....\$ 15,405,000

During the current year an amount of \$2,531,615 was refunded by the corporation.

Interest amounting to \$2,686,495 was received and credited to non-tax revenue—return on investments, Department of Finance.

The balance sheet of the corporation as at March 31, 1966, as certified by the Auditor General, together with related statements, is shown in volume III of this report.

F-26 This account is subject to the authority of the National Harbours Board Act, c. 187, R.S., as amended. A summary of outstanding balances of various harbours under the jurisdiction of the National Harbours Board follows:

	Mar. 31, 1966	Mar. 31, 1965	Net increase or decrease (—) during 1965-66
	\$	\$	\$
(a) Chicoutimi.....	3,830,286	3,830,286	
(a) Churchill.....	7,388,395	7,388,395	
(a) Halifax.....	24,389,267	24,389,267	
(a) Montreal—Jacques Cartier Bridge, advances for payment of guaranteed interest.....	6,489,605	6,489,605	
(a) Quebec.....	43,487,564	42,740,098	747,466
(a) Saint John.....	31,960,114	31,960,114	
(a) Trois Rivières.....	3,987,357	3,987,357	
	121,532,588	120,785,122	747,466
(b) Montreal.....	170,400,804	166,872,749	3,528,055
(b) Montreal—retirement of Jacques Cartier Bridge bonds.....	7,576,000	7,576,000	
(c) St. John's—working capital advance....		20,000	—20,000
(b) Trois Rivières.....		522,433	—522,433
(b) Vancouver.....	24,842,109	24,842,109	
	324,351,501	320,618,413	3,733,088
Less—charged to net debt.....	—121,532,588	—120,785,122	—747,466
	202,818,913	199,833,291	2,985,622

(a) Expenditures at these harbours cover capital expenditures and are fully secured by certificates of indebtedness. They are treated as non-active loans and charged to net debt. In the case of Trois Rivières, expenditures since April 1, 1953 are treated as active loans. (see following comment)

Expenditures provided by Votes 100 and 100b and charged to net debt were: Quebec \$747,466.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule F—Concluded

Loans to, and Investments in, Crown Corporations—Concluded

(b) Expenditures at these harbours cover capital expenditures and are fully secured by certificates of indebtedness. They are treated as active assets and are included in the assets of the Government of Canada. In the case of Trois Rivières expenditures prior to April 1, 1953 are treated as non-active loans and have been charged to net debt. (see preceding comment)

Parliamentary appropriations are generally provided in connection with these accounts and during 1965-66 advances of \$3,528,055 were made to Montreal Harbour under authority of the following votes:

Votes L85 and L85b Advances to National Harbours Board, subject to the provisions of section 29 of the National Harbours Board Act, to meet expenditures applicable to the calendar year 1965 on any or all of the following accounts:

Reconstruction and capital expenditures—

Trois Rivières	\$ 48,500
Montreal	13,451,800
Vancouver	6,449,000

19,949,300

Less—amount to be expended from replacement and other funds 9,548,500

\$ 10,400,800

There was a repayment of principal in the amount of \$522,433 by Trois Rivières Harbour. Interest of \$4,097,088 was received on the above loans and was credited to non-tax revenue—return on investments, Department of Finance. Further details of these accounts are shown in an appendix to section 43 of volume II of this report.

(c) This working capital advance was obtained under authority of section 28 of the National Harbours Board Act and was repaid within two months after the close of the corporation's fiscal year ended December 31, 1965.

F-27 The authority was incorporated under the St. Lawrence Seaway Authority Act, c. 242, R.S., as amended, for the purposes of providing and maintaining, either wholly in Canada or in conjunction with works undertaken by an appropriate authority in the United States, a deep waterway between the Port of Montreal and Lake Erie.

Section 25 of the act authorized the Minister of Finance, with the approval of the Governor in Council, to make loans to the authority from time to time to the extent that Parliament has authorized such loans. The Minister of Finance may also under section 26 make temporary loans to the authority out of the consolidated revenue fund, but such loans are not to exceed \$10,000,000 and are repayable within one year from the dates the loans were granted.

The balance sheet of the authority as at December 31, 1965, as certified by the Auditor General, together with related statements, is shown in volume III of this report.

Loans—Interest-bearing loans amounting to \$326,500,000 were made to the authority under authority of various appropriation acts in previous years. During the current year this account was debited with \$200,000 adjusting a previous payment by the authority for certificate of indebtedness No. 27, and the corresponding credit was properly applied to deferred interest.

Deferred interest—The interest due on the above loans on December 31, 1957 (\$4,743,209), December 31, 1958 (\$8,075,919), December 31, 1959 (\$11,607,989), was deferred in accordance with P.C. 1956-1048, July 12, 1956, and interest due on December 31, 1961 (\$14,288,940), December 31, 1962 (\$15,671,952), December 31, 1963 (\$16,873,043), December 31, 1964 (\$18,025,121), December 31, 1965 (\$15,820,000) was deferred in accordance with P.C. 1961-1863, December 29, 1961, P.C. 1963-1912, December 27, 1963 and P.C. 1964-2036, December 23, 1964 and recorded in this account with a corresponding credit set up under deferred credits—The St. Lawrence Seaway Authority—deferred interest. However payments of deferred interest were made by the authority in the amount of \$5,000,000 in 1959-60, \$2,500,000 in 1963-64, \$43,062,173 in 1964-65 and \$9,399,000 in the current year and were credited to non-tax revenue—return on investments.

Interest-free loans—Under authority of various appropriation acts interest-free loans of \$44,000,000 were made to the authority in previous years. Further interest-free loans amounting to \$19,000,000 were made in the current year under the following parliamentary authority:

Vote L90 Loans to The St. Lawrence Seaway Authority in such manner and subject to such terms and conditions as the Governor in Council may approve. \$ 19,000,000

In accordance with P.C. 1965-773 dated April 29, 1965, P.C. 1966-416 dated March 10, 1966 and pursuant to section 26 of the St. Lawrence Seaway Authority Act temporary loans totalling \$9,174,573 were made in respect of the Welland Canal deficit to the authority in the current year. The account was credited with \$8,174,573 in transferring the deficit to Department of Transport Vote 107e, Appropriation Act No. 4, 1966.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

SCHEDULE G

Loans to National Governments

G- 1 Transactions in respect of these accounts are under the authority of various orders in council and treasury board minutes which limit the outstanding balances. Gross debits to these accounts during the year amounted to \$6,579 and gross credits were \$361.

G- 2 These accounts relate to loans, as authorized by section 23, Export Credits Insurance Act, c. 105, R.S., as amended, and various orders in council, made in previous years to Belgium, France and The Netherlands to assist those countries in the purchasing of goods in Canada. The decrease of \$2,307,000 represented the regular annual repayment by the Government of Belgium. There were no repayments by the Governments of France and The Netherlands during 1965-66 as those countries had made advance payments in 1962-63 covering instalments up to and including the 1969 instalment. Interest of \$3,836,985 received on these loans was credited to non-tax revenue—return on investments.

G- 3 Loans were made under authority of votes 502, 665, Appropriation Act No. 5, 1958 and vote 805, Appropriation Act No. 3, 1959.

The amount of \$282,312 represents the fifth repayment by the Government of Ceylon, and the amount of \$1,259,907 represents the repayment due on December 31, 1965 by the Government of India. Interest amounting to \$35,995 and \$160,638 was received from the Governments of Ceylon and India, respectively, and was credited to non-tax revenue—return on investments.

It was considered expedient to amend the agreement between Canada and India dated February 20, 1958, so that India will not be placed in default thereunder by postponing from March 31, 1966 to March 31, 1967, the date upon which the amount of \$3,748,001 (principal \$3,454,379 and interest \$293,622 due March 31, 1966) shall be payable to Canada, under authority of P.C. 1966-518, March 22, 1966.

G- 4 In this account is recorded the obligation of the Government of France in respect of settlement of the accrued interest on certain interim credit advances in 1945-46 by receipt from that government of bonds which will mature on December 31 of each year until 1977. The amount of the bond maturing in each fiscal year is \$82,000. Payment of \$656,000 was received in the fiscal year 1962-63 in respect of bonds maturing during an 8-year period to December 31, 1969. Interest of \$19,680 was credited to non-tax revenue—return on investments.

G- 5 This account records loans authorized by vote L13a, Appropriation Act No. 1, 1963 vote L12a, Appropriation Act No. 6, 1964 and the following appropriation:

Vote L21b Loans to the Government of India to finance the purchase in Canada of aircraft and associated spare parts and equipment in accordance with a financial agreement entered into between the Government of Canada and the Government of India.....	\$ 444,300
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During the current fiscal year loans in the amount of \$227,628 were made to the Government of India and repayments of \$2,498,423 were received.

Interest at the rate of 5½ per cent per annum, amounting to \$444,641, was received and credited to non-tax revenue—return on investments.

G- 6 The closing balance represents the amount due by the Government of New Zealand for treatment services and payment of pensions on its behalf. Gross debits amounted to \$13,073 and gross credits amounted to \$12,949.

G- 7 Under authority of the United Kingdom Financial Agreement Act, c. 12, 1946, as amended, a credit of \$1,250,000,000 was extended to the Government of the United Kingdom which might be drawn on at any time prior to December 31, 1951. The purpose of the credit was to facilitate purchases by the United Kingdom of goods and services in Canada and to assist in making it possible for the United Kingdom to meet transitional postwar deficits in its current balance of payments, to maintain adequate reserves of gold and dollars and to assume the obligations of multilateral trade. No interest was to be payable in respect of any period prior to January 1, 1951. The amount of the credit drawn by December 31, 1951 was to be repaid in 50 annual instalments beginning on that date, with interest at the rate of 2 per cent per annum. The agreement, as amended in 1957, provides for the deferment of interest in respect to the year 1956 and of seven instalments of principal and interest after December 31, 1956, under certain conditions. Interest was deferred for 1956 and interest and principal for 1957, 1964, and 1965. The decrease in the account was due to deferred principal being set up in a new account "deferred principal"—see note G-9.

G- 8 This account was set up to record on the government's books the deferred interest on the loan in the preceding note. A corresponding credit was set up under deferred credits (see schedule P). The amount is made up of interest due on December 31, 1956, \$22,241,802, December 31, 1957, \$21,932,432, December 31, 1964, \$19,586,496 and December 31, 1965, \$19,224,021. Interest at the rate of 2 per cent per annum, in the amount of \$1,275,214, was credited to non-tax revenue—return on investments.

G- 9 This account was set up to record the deferred principal on the loan in the preceding note G-7. The amount is made up of principal due on December 31, 1957, \$15,777,822, December 31, 1964, \$18,123,759 and December

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule G—Concluded

Loans to National Governments—Concluded

31, 1965, \$18,486,234. Interest received in the amount of \$678,032 was credited to non-tax revenue—return on investments.

- G-10 The Halibut and Salmon Treaties between the United States and Canada provide that each country pay one-half of the joint expenses incurred by the International Pacific Halibut Commission and the International Pacific Salmon Fisheries Commission. All accounts are paid in the first instance by Canada and monthly statements are rendered for the amount recoverable from the United States. The closing balances represent outstanding billings.

Details of the accounts follow:

	Total receipts	Total disbursements	Net increase or decrease (—)
Pacific Halibut Treaty.....	209,456	212,789	3,333
Pacific Salmon Treaty.....	436,913	436,758	—155
	<u>\$646,369</u>	<u>\$649,547</u>	<u>\$3,178</u>

- G-11 This account is charged with expenditures for operating costs of *Pinetree* stations. Credits consist of recoveries of these amounts from the Government of the United States. During the year gross credits were \$11, resulting in a nil balance in the account.

- G-12 Loans for assistance for developing countries were authorized by the following appropriation:

Vote L25 Special loan assistance for developing countries in the current and subsequent fiscal years, subject to such terms and conditions as the Governor in Council may approve, for the purpose of undertaking such economic, educational and technical projects as may be agreed upon by Canada and the developing countries or recognized international development institutions..... **\$ 50,000,000**

During the current fiscal year, loans were made to the Government of Trinidad \$44,950; Government of Nigeria \$2,000,940; Government of Ceylon \$214,004; and Government of Pakistan \$2,996,130.

- G-13 Article VIII of the Agreement approved by the Visiting Forces (North Atlantic Treaty) Act, c. 284, R.S., as amended, deals with claims for damages to third parties arising from accidents in which a visiting force is involved. This account is debited with the amount chargeable to other states, of such claims for damages which took place in Canada, and is credited with recoveries. During the year gross debits to this account amounted to \$21,681 and gross credits were \$48,750.

SCHEDULE H

Other Loans and Investments

- H- 1 This account reflects Canada's subscription to the international bank for reconstruction and development. The subscription consists of gold, Canadian dollars and United States dollars.

- H- 2 This covers Canada's subscription under the International Development Association Act which consists of United States dollars and non-interest-bearing notes which are carried as a liability of the Government of Canada under the heading "current and demand liabilities".

Additional contributions of \$15,027,012 to the International Development Association were authorized under authority of Vote L16a, Appropriation Act No. 6, 1964.

- H- 3 This account records the purchase of 3,600 shares of stock of the international finance corporation for the amount of \$3,522,375 under authority of Vote 731, Appropriation Act No. 6, 1956.

- H- 4 This account reflects Canada's quota in the international monetary fund. Canada's quota was originally set at the Canadian dollar equivalent of U.S. \$300 million. When Canada joined the fund in 1946-47, one-quarter of our quota, or U.S. \$75 million, was paid in gold. The remaining three-quarters, or U.S. \$225 million, was payable in Canadian currency. If the fund does not require a currency, this portion of a member's subscription may be paid in the form of demand notes in its national currency, except for a small working balance which is required in cash. In Canada's case, the position at the end of 1949 was that, with the Canadian dollar having a par value of \$1.10 per U.S. dollar, the three-quarters of our subscription payable in Canadian currency was equivalent to Can. \$247,087,000. This was paid to the fund in the form of a demand note for \$243 million lodged with the Bank of Canada and a cash balance in the fund's No. 1 account at the Bank of Canada amounting to \$4,087,000 (it had to be at least 1% of Canada's quota).

Canada adopted a floating exchange rate in October, 1950, and was required to maintain the U.S. dollar value of its subscription to the fund. The fund computed the U.S. dollar value of its holdings of Canadian

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule H—Continued

Other Loans and Investments—Continued

dollars on a quarterly basis, and an adjustment was made in these holdings once a year shortly after the close of the fund's fiscal year on April 30. Canada was thus obliged to make a settlement with the fund each year, falling in the second quarter usually. On these occasions, the settlement took the form initially of a credit or debit by Canada to the fund's No. 1 cash account at the Bank of Canada. Then Canada would adjust this balance by substituting demand notes for cash when possible, leaving enough cash in the account to cover 1% of our quota. Whenever this account contained more than \$1 million in excess of this minimum requirement, the Bank of Canada automatically remitted cash to the treasury and substituted demand notes in its place, in round lots of \$1 million. This procedure was followed until Canada had established a par value for the Canadian dollar in May 1962.

Canada's quota in the fund was raised from U.S. \$300 million to U.S. \$550 million in October 1959. The increase in our quota was paid in the following manner: (1) a payment of U.S. \$62.5 million to the fund in gold (25%); (2) the issue to the fund of Can. \$179,736,000 of which \$177 million was in the form of demand notes, and \$2,736,000 in cash was put in the No. 1 account to maintain the 1% requirement on the larger quota.

H- 5 These items represent the Canadian government's equity in the working capital funds of the international organizations.

Further advances to the food and agricultural organization were authorized by the following:

Vote L22e Additional advance to the working capital fund of the food and agricultural organization in an amount of \$83,900 U.S., notwithstanding that payment may exceed or fall short of the equivalent in Canadian dollars, estimated as of February, 1966 which is..... **\$ 90,600**

An amount of \$90,612 was advanced in 1965-66.

Further advances to the interim commission for the international trade organization were authorized by the following:

Vote L23e Additional advance to the working capital fund of the interim commission for the international trade organization in an amount of \$6,278 U.S., notwithstanding that payment may exceed or fall short of the equivalent in Canadian dollars, estimated as of February, 1966 which is..... **\$ 6,750**

An amount of \$6,779 was advanced in 1965-66.

Further advances to the intergovernmental maritime consultative organization were authorized by the following:

Vote L97e Additional advance to the working capital fund of the intergovernmental maritime consultative organization in an amount of \$500 U.S., notwithstanding that payment may exceed or fall short of the equivalent in Canadian dollars, estimated as of February, 1966, which is..... **\$ 540**

An amount of \$540 was advanced in the current year.

The Canadian government's equity in the working capital funds for the international atomic energy agency and the international civil aviation organization was reduced by amounts of \$16,798 and \$2,996, respectively, which were received from those agencies.

In 1962-63, united nations bonds in the amount of \$6,240,000 U.S. were purchased under authority of Vote 668, Appropriation Act No. 2, 1962. The bonds are repayable in twenty-five annual instalments with interest at the rate of 2 per cent per annum. During the fiscal year a repayment of \$221,300 was received. Interest in the amount of \$121,380 was received and credited to non-tax revenue—return on investments.

Further advances to the united nations organization were authorized by the following:

Vote L96e Additional advance to the working capital fund of the united nations organization in an amount of \$53,561 U.S., notwithstanding that payment may exceed or fall short of the equivalent in Canadian dollars, estimated as of February, 1966 which is..... **\$ 57,900**

An amount of \$57,846 was advanced in 1965-66.

H- 6 The Atlantic Provinces Power Development Act, c. 25, 1957-58 authorized the Minister, with the approval of the Governor in Council, to enter into an agreement with the government of any of the Atlantic provinces to assist in the generation of electrical energy in the province by steam driven generators and the control and transmission of electric energy. The act further provides that the Northern Canada Power Commission on behalf of the Government of Canada shall administer any agreement made under the act to such extent as the Minister may direct.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule H—Continued

Other Loans and Investments—Continued

Advances were provided for by:

Vote L60 Advances in accordance with agreements entered into pursuant to the Atlantic Provinces Power Development Act.....	\$19,858,000
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P.C. 1958-223, February 7, 1958 and P.C. 1961-1003, July 11, 1961 approved entry by the Minister of Northern Affairs and National Resources into agreements with the Provinces of New Brunswick, Nova Scotia and Newfoundland. These agreements provide that assistance in respect of the construction and equipping of the power projects will be given by Canada through the Northern Canada Power Commission pursuant to agreements, entered into from time to time, between the Northern Canada Power Commission and the provincial power commissions in respect of specific power projects.

The amounts shown as advances represent expenditures on uncompleted projects. When a project is completed the advances are transferred to the loans account together with the amount of accrued interest on the advance with a contra entry of accrued interest being made to the liability account "deferred credits—capitalized interest". This is in accordance with terms and conditions authorized under the Atlantic Provinces Power Development Act and the agreements entered into between Canada and the provinces which direct that interest on advances shall, on completion of projects, be added to the amount of the advance for repayment.

Newfoundland—

Advances in the amount of \$3,036,187 were made in the current year on behalf of the Province of Newfoundland under authority of the following: (a) agreement dated January 31, 1962 between the Government of Canada and the Province of Newfoundland; (b) P.C. 1965-406, March 5, 1965; and (c) agreement dated January 31, 1962 between the Northern Canada Power Commission and the Newfoundland and Labrador Power Commission (formerly Newfoundland Power Commission).

During the year there was a credit to the account of \$4,325 of which \$145 was in respect of capitalized interest. A contra entry charging this latter amount to deferred credits was made. Interest of \$26,048 (of which \$145 was capitalized interest) was credited to non-tax revenue—return on investments, Department of Finance.

Nova Scotia—

During the year there was a credit to the account of \$95,447 of which \$7,945 was in respect of capitalized interest. A contra entry charging this latter amount to deferred credits was made. Interest of \$364,898 (of which \$7,945 was capitalized interest) was credited to non-tax revenue—return on investments, Department of Finance.

New Brunswick—

Advances in the amount of \$587,328 were made in the current year on behalf of the Province of New Brunswick under authority of the following: (a) agreement dated February 14, 1958 between the Government of Canada and the Province of New Brunswick; (b) P.C. 1962-403, March 22, 1962; and (c) agreements dated December 31, 1958 and May 16, 1961 between the Northern Canada Power Commission and the New Brunswick Electric Power Commission.

During the year there was a credit to the account of \$287,502 of which \$15,500 was in respect of capitalized interest. A contra entry charging this latter amount to deferred credits was made. Interest of \$1,108,913 (of which \$15,500 was capitalized interest) was credited to non-tax revenue—return on investments, Department of Finance.

H- 7 Loans not exceeding \$30,000,000 were authorized by an Act to Authorize a Loan to the Government of New Brunswick in respect of the Beechwood Power Project, c. 26, 1957-58. A loan in the amount of \$29,500,000 was made under authority of P.C. 1958-434, March 24, 1958 which provided that it bear interest at the rate of 3½ per cent per annum and be repayable in eight equal annual instalments of principal and interest, the first instalment to be paid on April 8, 1959. The decrease of \$4,039,831 represents the seventh repayment. Interest of \$319,153 was received and credited to non-tax revenue—return on investments.

H- 8 Loans to the province were made under authority of section 4 (2) of the Crop Insurance Act, c. 42, 1959. Repayments during the year amounted to \$165,537. Interest amounting to \$3,444 was received and credited to non-tax revenue—return on investments.

H- 9 By agreement with the Province of Manitoba dated December 20, 1962, certain of the expenditures on the Shellmouth dam and portage diversion are shareable with the province. The province's share for the fiscal year 1965-66 amounted to \$550,534. This was initially charged to Department of Agriculture Votes 55 and 60 and \$345,412 was recovered from the province. The balance was later transferred to this account. The balance as at March 31 1965 was recovered during the current fiscal year.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule H—Continued

Other Loans and Investments—Continued

- H-10 In these accounts are recorded the outstanding balances in respect of the adjusted amounts of treasury bills indebtedness of the governments of these provinces to the federal government pursuant to the provisions of the Western Provinces Treasury Bills and Natural Resources Settlement Act, c. 77, 1947 which provided for the retirement of this indebtedness by annual payments beginning July 1, 1948 and extending over a thirty-year period. Decreases represent repayments. Interest of \$595,864, on that portion of the indebtedness of each province which represented the amount of loans for capital and ordinary governmental purposes, was received and credited to non-tax revenue—return on investments.
- H-11 Under the Natural Resources Transfer Agreement which was authorized by the Manitoba Natural Resources Act, c. 29, 1930, as amended, the Government of the Province of Manitoba agreed to pay the federal government its share of the amounts expended on Lac Seul and Lake of the Woods storage projects. Details were given in Public Accounts 1951 and 1952. The annual amortization of \$77,203 covering principal and interest at 5 per cent per annum was received in the current fiscal year and credited as follows: \$37,136, being repayment of principal, to this account; \$40,067, representing interest, to non-tax revenue—return on investments.
- H-12 Vote 539, Appropriation Act No. 4, 1954, established authority to provide for a continuing special account in the consolidated revenue fund to which shall be charged expenditures incurred by the Lake of the Woods Control Board in respect of the regulation of waters in the Winnipeg River Watershed and expenditures incurred under the terms of the Lac Seul Conservation Act, 1928. The balance outstanding in the account at any time is not to exceed \$35,000.

A statement of changes in the account during the current fiscal year follows:

	Transferred from Vote 30	Paid to Province of Ontario	Total charges	Received from Province of Manitoba	Received from Province of Ontario
Lake of the Woods.....	14,463		14,463	2,961	14,223
Lac Seul.....	4,334	4,931	9,265	1,447	8,041
	<u>\$18,797</u>	<u>\$4,931</u>	<u>\$23,728</u>	<u>\$4,408</u>	<u>\$22,264</u>

- H-13 By agreement with the Province of Saskatchewan, dated July 25, 1958, certain of the expenditures on the South Saskatchewan River project are shareable with the province. The province's share for the fiscal year 1965-66 amounted to \$4,884,715. This was initially charged to Department of Agriculture Votes 55 and 60 and later transferred to this account.

This account also records treasury bills received as payment of the province's share of certain expenditures on the South Saskatchewan River project.

During the year \$4,282,944 was received from the province, of which \$2,140,000 was in the form of a treasury bill. Interest on treasury bills amounting to \$402,670 was received and credited to non-tax revenue—return on investments.

- H-14 This account recorded an overpayment to the province due to the receipt of revised population figures on the basis of the 1961 census after the payment under the 1956 tax rental agreement had been made. Recovery at the rate of \$175,000 per month has now been fully effected.

- H-15 Section 5A of the Veterans' Land Act provides for the establishment of this account, the outstanding balance in which may not exceed \$380,000,000 at any time. It is used by the Director, under parts I and III of the Veterans' Land Act for the acquisition of land, permanent improvements, removal of encumbrances, purchase of stock and equipment and protection of security. It is also used by the Director under part II of the Veterans' Land Act for the purchase, subdivision and development of land and for progress payments to veterans during construction and completion of unfinished houses after termination of the construction contract, etc. On completion of the construction contract for each house Central Mortgage and Housing Corporation will place or arrange to have placed, a mortgage on the property and reimburse the fund the full cost to the Director for that property. Gross debits amounted to \$49,896,082 and gross credits amounted to \$27,461,900.

In 1965-66 advances were authorized under the following parliamentary appropriation:

- Vote L95 Purchase of land and permanent improvements; cost of permanent improvements to be effected; removal of encumbrances; stock and equipment; and protection of security under the Soldier Settlement Act and the Veterans' Land Act . . . \$ 34,600,000**

Details of transactions in the account during the current fiscal year are shown as an appendix to section 45 in volume II of this report.

Less: Reserve for conditional benefits—Veterans' Land Act—The amounts charged to expenditures, beginning with the fiscal year 1945-46, to cover one tenth of the amount of conditional benefits included in sales to veterans, have been credited to this account. As and when conditional benefits are earned, the amounts are charged hereto and credited to the Veterans' Land Act fund.

Gross debits amounted to \$4,891,282 and gross credits amounted to \$3,202,633.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

Schedule H—*Continued*

Other Loans and Investments—*Continued*

H-16 This account was established to record loans made to provinces and municipalities under the Municipal Development and Loan Act, under which advances are made to the Municipal Development and Loan Board to provide financial assistance by way of loans to augment or accelerate municipal capital works programs.

Where the municipal project in respect of which a loan is made is completed on or before September 30, 1966, the board shall forgive payment to the municipality of 25 per cent of the principal amount of the loan. If a project is not completed as at September 30, 1966, the board shall forgive 25 per cent of that portion of the loan that has been advanced to the municipality as of September 30, 1966. At March 31, 1966 advances totalled \$115,490,508 and were partly offset by a reserve of \$6,632,903 for forgiveness of indebtedness. Interest amounting to \$669,789 was received and credited to non-tax revenue—return on investments.

A statement of expense and statement of loans approved and loans disbursed are shown as an appendix to section 15 in volume II of this report.

H-17 Loans to settlers were made under authority of P.C. 1958-3/1660, December 12, 1958 and P.C. 1959-2/187, February 19, 1959 which provided that loans to any one settler should not exceed \$2,000 for building material for his irrigation lot dwelling, \$750 for fencing materials and \$1,000 for live stock. Loans are repayable over a ten-year period and bear interest at the rate of 5 per cent per annum.

Loans made during the year amounted to \$1,156. Repayments amounted to \$13,050.

H-18 This account was established to record loans and advances made in connection with the movement of workers from one place in Canada to another place in Canada where employment is available.

Loans and advances during the fiscal year amounted to \$93,201 and were authorized by the following vote:

Vote L28d To authorize in the current and subsequent fiscal years, in accordance with regulations approved by the Governor in Council, loans to provide financial assistance to workers who move from one place in Canada to another place in Canada where employment is available, to authorize advances to cover transportation costs incurred for the movement of workers on behalf of employers subject to reimbursement by employers, to authorize the Minister of Citizenship and Immigration, in accordance with regulations approved by the Governor in Council, to forgive the re-payment of a loan or any part thereof made to a worker under this authority and to authorize a special account in the Consolidated Revenue Fund to be known as the Assisted Movement Account,

(a) to which all loans to workers and advances made on behalf of employers will be charged; and

(b) to which shall be credited

(i) all repayments of principal amounts of loans

(ii) all amounts reimbursed by employers, and

(iii) all amounts the payment of which is forgiven by the Minister of Citizenship and Immigration under this authority;

the total amount that may be charged to the account at any time not to exceed \$5,000,000; and to repeal Labour Vote L28b as set out in Supplementary Estimates (B) 1965-66 and to apply to this vote the moneys appropriated for the purposes of Labour Vote L28b by Appropriation Act No. 6, 1965 and Appropriation Act No. 1, 1966. \$ 5,000,000

Repayments during the fiscal year were \$833, and forgiveness of loans charged to this account was nil.

Interest is payable at the rate of 5½ per cent per annum, computed from the first day of the fourth month following the month in which the loan is made. No interest was received during the current fiscal year.

H-19 Section 69 of the Immigration Act, c. 325, R.S., authorized the operation of this account with a maximum debit balance of \$12,000,000 and governing regulations are contained in P.C. 1956-1684, November 14, 1956 pursuant to section 69 (2) of the act. Continuing authority was granted under provisions of P.C. 1954-7/290, March 4, 1954 for the maintenance of an advance of \$500,000 to the operating fund of the intergovernmental committee for European migration. The department however, has had no call to advance funds under this authority for the past several years.

During the year payments to transportation companies for trans-oceanic and inland rail fares and meals en route, totalling \$5,900,789, were made from the account and charged as loans to immigrants. Repayments amounting to \$3,195,472 were credited thereto.

Other credits to the account amounted to \$76 covering 199 uncollectible accounts deleted under the authority of section 23 of the Financial Administration Act, c. 116, R.S., as amended.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

Schedule H—*Continued*

Other Loans and Investments—*Continued*

H-20 *Algoma Steel Corporation Limited*—This represents the balance due for property disposed of under a lease-purchase option agreement dated December 31, 1963, authorized by P.C. 627 dated February 1, 1944. This agreement terminates April 30, 1977, and provides for annual instalments as follows: to December 31, 1963 \$288,117; for the next thirteen years to December 31, 1976, \$92,428; and the final payment on April 30, 1977, \$30,809. During this year payment of \$92,428 and interest of \$34,198 were received. The interest was credited to non-tax revenue—return on investments.

H-21 *Canadair Limited*—T.B. 484474, March 25, 1955 and T.B. 499225, March 29, 1956 authorized the sale of certain Crown-owned land, buildings, machinery and equipment at St. Laurent, Que., to the company for the sum of \$11,529,039, payment to be made as follows:

- (a) of the said price, Canadair to pay in cash \$3,311,039 on or before the execution of the agreement;
- (b) the balance of \$8,218,000 to be paid in ten instalments, i.e. on January 2, 1957, and on December 1 in the years 1957-1965 inclusive, provided that unless both parties agree, no instalment shall be less than the amount of effect upon the taxes payable by Canadair in such year due to the deduction from Canadair's taxable income of normal and additional capital cost allowances;
- (c) the balance from time to time unpaid is to bear interest at the rate of 4 per cent per annum to 1959 and 5 per cent per annum thereafter and is to be secured by a mortgage on the land being sold.

In order to record this agreement of sale as an active asset, the amount was charged to this account and a corresponding credit set up under "deferred credits" (see schedule P). The final payment of \$569,099 was received during the year and credited to this account. Interest amounting to \$28,455 was received and credited to non-tax revenue—return on investments.

H-22 *Crown Assets Disposal Corporation—Canadian Car (Pacific) Limited*—This represents the asset value of property disposed of under a lease-purchase option agreement which terminates December 31, 1975. The agreement provides for annual payments, commencing December 31, 1946, of \$11,433 for the first ten years and \$1,453 thereafter, with interest at the rate of 3 per cent per annum on the outstanding balance. As the property involved in this transaction had been declared surplus to Crown Assets Disposal Corporation before the lease-purchase option agreement had been completed, collection became the responsibility of the corporation. On September 30, 1963, Canadian Car (Pacific) Limited exercised its option to purchase for the sum of \$48,068, an amount predetermined pursuant to the original lease agreement, under the following terms: 50 per cent of the purchase price in cash at the time of exercise of the said option and the remainder in three equal annual instalments. \$25,124 was credited to the account, representing the principal payment for the period January 1 to September 30 of \$1,090 and 50 per cent of the purchase price of \$48,068, being \$24,034. A payment of \$8,012 was received during the year and credited to this account. Interest amounting to \$704 was received and credited to non-tax revenue—return on investments.

H-23 *DeHavilland Aircraft of Canada Limited, Malton Division* (formerly Avro Aircraft Limited)—T.B. 504490, July 27, 1956 authorized the sale of certain Crown-owned machine tools and equipment at Malton, Ont., to the company for the estimated sum of \$3,768,133, payment to be made as follows:

One third of the purchase price on or before July 27, 1956 and the balance payable on or before the 27th day of July in the calendar years 1957 to 1966 inclusive, it being understood and agreed that the company may at any time in its discretion prepay such instalment payments without notice or bonus and it is further understood and agreed that each such instalment shall consist of the greater of:

- (i) an amount equal to the quotient resulting from the division of any balance of such purchase price which may be unpaid on any of such dates by the numbers of such instalments then remaining to be paid; or
- (ii) an amount equal to the amount, if any, of income taxes which the company shall not become obligated to pay under the provisions of the Income Tax Act and pertinent Regulations of Canada for the company's fiscal year immediately prior to the annual period for which the instalment payment is owing, by sole reason of the fact that the company shall be permitted to deduct, in computing its income for such fiscal year, additional capital cost allowances in respect of the assets to be sold under this agreement, plus the amount by which the normal capital cost allowance for these assets allowed as an element of cost through overhead for the preceding fiscal year exceeds the value of Crown-approved capital expenditures made by the company during the preceding fiscal year.

Any balance of the purchase price remaining unpaid shall bear interest computed at 5 per cent per annum and such interest shall be payable on or before the 27th of July of each year; unpaid interest shall be treated as principal and shall bear interest accordingly.

In order to record this agreement of sale as an active asset, the amount was charged to this account and a corresponding credit set up under "deferred credits" (see schedule P). A payment of \$232,015 was received during the year and credited to this account. Interest amounting to \$23,201 was received and credited to non-tax revenue—return on investments.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule H—Continued

Other Loans and Investments—Continued

H-24 Hawker-Siddeley Canada Limited, Orenda Engines Division (formerly Orenda Engines Limited)—T.B. 504559, July 27, 1956 authorized the sale of certain Crown-owned machine tools and equipment at Malton, Ont., to the company for the estimated sum of \$13,780,124, payments to be made as follows:

- (a) an amount of \$4,638,053, on or before July 27, 1956, the balance of the purchase price in ten annual instalments, each of which shall become payable on or before the 27th day of July in the calendar years 1957 to 1966 inclusive, it being understood and agreed that the company may at any time in its discretion prepay such instalment payments without notice or bonus and it is further understood and agreed that each such instalment shall consist of the greater of:
 - (i) an amount equal to the quotient resulting from the division of any balance of such purchase price which may be unpaid on any such dates, by the number of such instalments then remaining to be paid, or
 - (ii) an amount equal to the amount, if any, of any income taxes which the company shall not become obligated to pay under the provisions of the Income Tax Act and pertinent Regulations of Canada for the company's fiscal year immediately prior to the annual period for which the instalment payment is owing, by sole reason of the fact that the company shall be permitted to deduct, in computing its income for such fiscal year, additional capital cost allowances in respect of the assets to be sold under this agreement, plus the amount by which the normal capital cost allowances for these assets allowed as an element of cost through overhead for the preceding fiscal year exceeds the value of Crown-approved capital expenditures made by the company during the preceding fiscal year;
- (b) any balance of the purchase price remaining unpaid shall bear interest computed at the rate of 5 per cent per annum and such interest shall be payable on or before the 27th day of July of each year; unpaid interest shall be treated as principal and shall bear interest accordingly.

In order to record this agreement of sale as an active asset, the amount was charged to this account and a corresponding credit set up under "deferred credits" (see schedule P). A payment of \$834,907 was received during the year and credited to this account. Interest amounting to \$83,491 was received and credited to non-tax revenue—return on investments.

H-25 Renfrew Aircraft and Engineering Company Limited—T.B. 629370 September 27, 1964 amended the existing agreement authorized by P.C. 1955-438, March 23, 1955 and T.B. 604454 January 10, 1963 to read as follows:

1. Her Majesty hereby sells and the Company hereby purchases the chattels at and for the sum of \$165,000 payable as follows:
 - (a) the sum of \$16,000 to be paid on or before the 25th day of September 1964;
 - (b) to increase the balance of \$139,100 on the original agreement by \$149,000 to \$288,100 and to be paid as follows:
 - (i) on the 25th day of September in each of the years 1965, 1966 and 1967, interest on the sum of \$288,100 calculated at 6 per cent per annum; and
 - (ii) the sum of \$28,810 payable on the 25th day of September in each of the years 1968 to 1977 both inclusive together with interest on such portion of principal as remains unpaid, at the rate of 6 per cent.

In order to record this agreement of sale as an active asset, the amount was charged to this account and a corresponding credit set up under "deferred credits" (see schedule P). During the year interest amounting to \$21,610 was received and credited to non-tax revenue—return on investments.

H-26 Crown Assets Disposal Corporation—The closing balance of \$5,004,231 represents the government equity in the agency account in accordance with the balance sheet of the corporation as at March 31, 1966, as certified by the Auditor General, of \$5,012,242 less Canadian Car (Pacific) Limited in the amount of \$8,011 already included in assets accounts (see comment H-22). In order to record this as an active asset, the amount was charged to this account and a corresponding credit set up under "deferred credits" (see schedule P). Proceeds from sales of surplus Crown assets by or through the corporation amounting to \$5,744,925 (net) were received and credited to non-tax revenue—proceeds from sales. The excess of income over expense of the corporation in the amount of \$511,498 was received and credited to non-tax revenue—return on investments. The gross debits amounted to \$18,676,302 and the gross credits \$19,193,629.

H-27 The Corporation of the Township of Toronto—P.C. 6794 December 19, 1951 authorized capital assistance to A V Roe Canada Limited for installation of an extension to the water supply system servicing its plant. By an agreement dated December 1, 1951, between the Corporation of the Township of Toronto and the company, a loan of \$475,000 was made to the corporation to complete the aforementioned extension to the water supply system. By an agreement dated April 15, 1952, the Crown assumed the loan from the company. The loan is secured by debentures of the corporation, bearing interest at the rate of 3 per cent per annum and maturing between the years 1954 and 1971. Debentures amounting to \$25,273 were paid during the current fiscal year. Interest amounting to \$5,810 was received and credited to non-tax revenue—return on investments.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule H—Continued

Other Loans and Investments—Continued

H-28 These accounts reflect advances totalling \$4,178,272 made during the current fiscal year and authorized by the following parliamentary authorities:

Votes L100d and L100e Special accountable advances during the 1965-66 and 1966-67 fiscal years to or in respect of persons employed in the public service whose remuneration is payable out of the consolidated revenue fund and who are required to make contributions under

(a) the Public Service Superannuation Act or the Diplomatic Service (Special) Superannuation Act, and

(b) the Canada Pension Plan or the Quebec Pension Plan, in the amounts by which the combined contributions required from such persons in respect of remuneration to which an Act referred to in paragraph (a) and an Act referred to in paragraph (b) both apply exceed $6\frac{1}{2}$ per cent of such remuneration in the case of males and 5 per cent of such remuneration in the case of females \$ 8,050,000

H-29 This is a non-interest-bearing deposit made by the Government of Canada under the terms of the agreements providing for the establishment of the bank. The deposit was made in 1930-31.

H-30 This account relates to advances made to the Fraser River Harbour Commission to assist in the construction and development of the harbour. Repayments were \$98,337 during 1965-66. Interest of \$53,291 was credited to non-tax revenue—return on investments.

H-31 The decrease of \$133,194 during the current fiscal year represented repayments on loans which were authorized in previous fiscal years under the Municipal Improvements Assistance Act, c. 183, R.S. Interest of \$18,058 was credited to non-tax revenue—return on investments.

H-32 This account records loans made to the Ottawa Civil Service Recreational Association to assist them in building and developing the W. Clifford Clark Memorial Centre.

A loan of \$500,000 was made to the association under authority of Vote 539, Appropriation Act No. 5, 1955. P.C. 1956-500, March 29, 1956 provided that the loan should be repayable in ninety equal semi-annual payments of interest and principal, commencing September 30, 1961. Until the property is serviced the loan is to bear interest at the same rate as the association earns on the investments of the funds in treasury bills, thereafter at the rate of $3\frac{3}{4}$ per cent per annum to March 31, 1981, at which time the rate will be renegotiated.

A further loan of \$300,000 was made under authority of Vote 503, Appropriation Act No. 5, 1958. P.C. 1958-1293, September 18, 1958 provided that the loan should be repayable in ninety equal semi-annual payments of interest and principal commencing March 31, 1961 and bear interest at $4\frac{1}{4}$ per cent per annum.

During the fiscal year 1964-65 an additional loan of \$300,000 was made under authority of Vote L15, Main Estimates 1964-65, and P.C. 1964-13/926, June 25, 1964 which provided that the loan should be repayable in fifty equal semi-annual payments of interest and principal commencing March 31, 1966 and bear interest at the rate of $5\frac{3}{4}$ per cent per annum on such part of the loan that is made in the period April 1 to June 30, 1964, and on such part of the loan made in a period subsequent to June 30, 1964, at such rate or rates as are established by the Minister of Finance for that subsequent period in respect of Crown corporation borrowings.

Repayments were \$11,222 during 1965-66. Interest of \$52,176 was credited to non-tax revenue—return on investments.

H-33 Advances in respect of a toll bridge across the harbour of Saint John, N.B. were authorized by the following appropriation:

Vote L101e Advances in respect of a toll bridge across the harbour of Saint John, N.B.

in the current and subsequent fiscal years, in accordance with terms and conditions set out in an agreement relating to the financing, construction and operation of the toll bridge to be entered into between Canada, New Brunswick, the City of Saint John and the Bridge Authority, with the approval of the Governor in Council, (a) to the Saint John Harbour Bridge Authority established by c. 150 of the Statutes of New Brunswick, 1961-62; or

(b) to a trustee for the holders of securities issued by the Authority; the total amount of advances in each such fiscal year to be based on the difference for the year between the operating and financing costs of the toll bridge and the actual revenue of the Bridge Authority, as determined pursuant to the agreement, repayable when the actual revenue of the Bridge Authority for a fiscal year exceeds the amount of the operating and financing costs for such year \$ 10,000,000

No advances were made during the current fiscal year.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule H—Continued

Other Loans and Investments—Continued

H-34 Vote 540, Appropriation Act No. 5, 1955, provided for the establishment of one or more special accounts replacing those established by vote 536 of the Appropriation Act No. 4, 1954, for the purposes of a plan to be known as the Fishermen's Indemnity Plan, to be administered in accordance with regulations of the Governor in Council, for the purpose of assisting fishermen to meet abnormal capital losses; and to authorize payment of indemnities; the accounts to be credited with all amounts received by way of premiums and recoveries and with advances in accordance with the regulations, such advances not at any time to exceed \$150,000. The operation of the account was extended by vote 527, Appropriation Act No. 6, 1956, to authorize payments therefrom of refunds of premiums in accordance with regulations of the Governor in Council. Administration costs are paid for from Department of Fisheries votes 5 and 10.

Details of the account follow:

	Fishing vessel indemnity fund	Lobster trap indemnity fund
Receipts.....	327,806	1,722
Expenditures.....	380,471	5,056
Net operating losses charged to Vote 17e.....	\$ 52,665	\$3,334

H-35 This account was established to record loans made under authority of the following appropriation:

Vote L27c Loans, in the current and subsequent fiscal years and in accordance with terms and conditions prescribed by the Governor in Council, to assist manufacturers of automotive products in Canada affected by the Canada-United States Agreement on Automotive Products to adjust and expand their production; such loans to be made for the purpose of acquisition, construction, installation, modernization, development, conversion or expansion of land, buildings, equipment, facilities or machinery and for working capital; and to authorize, notwithstanding Section 30 of the Financial Administration Act, total commitments of \$20,000,000 for the foregoing purposes during the current and subsequent fiscal years.....\$ 10,000,000

Loans amounting to \$125,000 were made during 1965-66.

H-36 *Avon Coal Company Limited*—The balance represents the outstanding amount of loans made in previous years under the terms of the Coal Production Assistance Act, c. 173, R.S., as amended, (formerly the Maritime Coal Production Assistance Act), and P.C. 1959-119, February 3, 1959 and P.C. 1960-732, May 26, 1960. The amount of \$47,000 in respect of principal was received and credited hereto. Interest at the rate of 4½ per cent per annum on loan made under P.C. 1959-119 and 4½ per cent per annum on loan made under P.C. 1960-732, amounting to \$16,837 and \$2,968 respectively, was received and credited to non-tax revenue—return on investments.

H-37 *Bras d'Or Coal Company Limited*—The balance represents the outstanding amount of loans made under the terms of the Coal Production Assistance Act, c. 173, R.S., as amended, and P.C. 1961-1168, August 16, 1961, and P.C. 1963-1008, July 2, 1963. During the year additional loans were made under P.C. 1961-1168 and 1963-1008 in the amounts of \$6,000 and \$12,000 respectively. An amount of \$17,000 in respect of principal of loan under P.C. 1963-1008 was received and credited thereto. Interest at the rate of 3½ per cent per annum on loan made under P.C. 1961-1168 and 4½ per cent per annum on loan made under P.C. 1963-1008, amounting to \$112 and \$2,806 respectively, was received and credited to non-tax revenue—return on investments. During the year a further loan was made under authority of P.C. 1965-1427, August 6, 1965, in the amount of \$72,000, bearing interest at the rate of 4½ per cent per annum. Interest amounting to \$312 was received and credited to non-tax revenue—return on investments.

H-38 *Canmore Mines Limited*—The balance represents the outstanding amount of a new loan of \$160,000 made in 1965-66 under the terms of the Coal Production Assistance Act, c. 173, R.S., as amended and P.C. 1966-211, February 3, 1966 bearing interest at the rate of 5 per cent per annum.

H-39 *Comox Mining Company Limited*—The balance represents the outstanding amount of loans made under the terms of the Coal Production Assistance Act, c. 173, R.S., as amended and P.C. 1961-1169, August 16, 1961.

H-40 Advances were made to the company for the purpose of acquiring the capital stock of the former Eldorado Mining and Refining Limited, which was appropriated by the Crown under authority of P.C. 535 of January 27, 1944. When purchases of stock are made by the company, this account is credited with the value of the stock and the debit is to the current and demand liability account "Eldorado Mining and Refining Limited—unrepresented capital stock" under schedule L.

H-41 *Crow's Nest Industries Limited* (formerly Crow's Nest Pass Coal Company Limited)—The balance represents the outstanding amount of loans made under the terms of the Coal Production Assistance Act, c. 173, R.S., as amended and P.C. 1962-457, April 2, 1962 and P.C. 1963-1009, July 2, 1963. The amount of \$177,500

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule H—Continued

Other Loans and Investments—Continued

in respect of principal was received and credited hereto. Interest at the rate of $3\frac{1}{2}$ per cent per annum on loan made under P.C. 1962-457, and $4\frac{1}{2}$ per cent per annum on loan made under P.C. 1963-1009, amounting to \$4,347 and \$817 respectively was received and credited to non-tax revenue—return on investments. During the year a further loan was made under authority of P.C. 1965-886, May 13, 1965, in the amount of \$680,000 bearing interest at the rate of $4\frac{1}{2}$ per cent per annum. Interest amounting to \$11,397 was received and credited to non-tax revenue—return on investments.

H-42 *Dominion Coal Company Limited*—The balance represents the outstanding amount of loans made under the terms of the Coal Production Assistance Act, c. 173, R.S., as amended (formerly the Maritime Coal Production Assistance Act), and P.C. 97, March 10, 1950. No payment of interest or principal was made pending the outcome of discussions with the company.

H-43 *D. W. and R. A. Mills Limited*—The balance represents the outstanding amount of loans made in previous years under the terms of the Coal Production Assistance Act, c. 173, R.S., as amended, and P.C. 1960-731, May 26, 1960. The amount of \$36,685 in respect of principal was received and credited hereto. Interest at the rate of $5\frac{1}{2}$ per cent per annum amounting to \$18,144 was received and credited to non-tax revenue—return on investments.

H-44 *Great West Coal Company Limited* (formerly Western Dominion Coal Mines Limited)—The balance represents the outstanding amount of loans made in previous years under the terms of the Coal Production Assistance Act, c. 173, R.S., as amended, and P.C. 1959-1098, August 27, 1959. The amount of \$131,316 in respect of principal was received and credited hereto. Interest at the rate of 5 per cent per annum amounting to \$23,053 was received and credited to non-tax revenue—return on investments.

H-45 *V. C. McMann Limited*—The balance represents the outstanding amount of loan made under the terms of the Coal Production Assistance Act, c. 173, R.S., as amended, and P.C. 1962-1469, October 18, 1962. The amount of \$3,479 in respect of principal was received and credited hereto. Interest at the rate of $5\frac{1}{2}$ per cent per annum amounting to \$7,521 was received and credited to non-tax revenue—return on investments.

H-46 This account records the value of Japanese Telephone Company bonds issued to the Department of National Defence. In 1952 a deposit of 35,000 Japanese yen was made with the Japanese Telephone Company in connection with telephone extensions installed in the Canadian Embassy, Tokyo. This deposit was redeemable within five years provided the telephone instruments were returned to the company within that time. In 1954 this deposit was exchanged for long term bonds in the same amount maturing in ten years with interest at $6\frac{1}{2}$ per cent per annum. Redemption of the bonds was made during the current fiscal year.

H-47 This account records advances to Central Mortgage and Housing Corporation in respect of loans arranged by the Corporation for housing projects for occupancy by members of the Canadian forces.

Authority for loans in current and subsequent fiscal years in the amount of \$35,000,000 was given by vote 732, Appropriation Act No. 6, 1956, vote 475, Appropriation Act No. 5, 1959, vote 482, Appropriation Act No. 5, 1961, vote 670, Appropriation Act No. 2, 1962 and vote L15, Special Appropriation Act, 1963.

In 1957-58 loans of \$2,000,000 were made under authority of Appropriation 527, Special Appropriation Act, 1958, the balance of which lapsed at the end of that year.

Amounts totalling \$1,036,434 received during the current fiscal year were credited hereto. Interest received during the current fiscal year amounting to \$1,122,390 was credited to non-tax revenue—return on investments.

During the current fiscal year gross debits to this account were \$1,209,800 and gross credits were \$1,036,434.

H-48 This account records loans to the Town of Oromocto Development Corporation for housing projects in the Town of Oromocto, New Brunswick.

Authority for loans in current and subsequent fiscal years in the amount of \$2,500,000 was given by vote 505, Appropriation Act No. 5, 1958 and was decreased to \$1,250,000 by vote 605, Appropriation Act No. 5, 1959.

During the fiscal year repayments of \$23,226 were received. There were no debits to the account. Interest at the rate of 5 per cent per annum in the amount of \$60,475 was received and credited to non-tax revenue—return on investments.

H-49 This account records capital assistance loans to the Town of Oromocto, New Brunswick. Loans in current and subsequent fiscal years in the amount of \$4,750,000 were authorized by appropriation 528, Special Appropriation Act, 1958, vote 504 of Appropriation Act No. 5, 1958 and vote 605 of Appropriation Act No. 5, 1959.

During the fiscal year loans of \$550,000 were made and repayments of \$188,756 were received. Interest at the rates of 5 and $5\frac{1}{2}$ per cent per annum in the amount of \$205,281 was received and credited to non-tax revenue—return on investments.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule H—Continued

Other Loans and Investments—Continued

A further amount of \$550,000 was authorized by the following parliamentary authority:

Votes L30 and L30b To authorize in the current and subsequent fiscal years, under such terms and conditions as the Governor in Council prescribes, a capital assistance loan to the Town of Oromocto, New Brunswick, to be covered by town debentures, for the purpose of assisting in the completion of the physical development of municipal works and the further development of the town's assets.....\$ **550,000**

H-50 This account was established under authority of vote L60d, Appropriation Act No. 2, 1965 which authorized (a) expenditures required for the establishment of the Canada pension plan, and (b) the reimbursement of such expenditures from the Canada pension plan account.

Expenditures totalling \$1,669,466 were charged temporarily to this account and were transferred to the Canada pension plan account in 1965-66.

H-51 This account was established to record loans to federal employees of the Department of National Health and Welfare on education leave to assist in defraying the expenses of advanced training courses being undertaken. During the year repayments were \$2,446; no new loans were made.

H-52 This account was established to record the temporary loans to the old age security fund to supplement tax revenues when these are not sufficient to provide for old age security payments. Tax revenues exceeded payments by \$241,936,357 and thereby offset the temporary loans of \$24,953,515 previously made to the old age security fund.

H-53 This account was established to record loans to federal employees of the Department of Northern Affairs and National Resources on education leave to assist in defraying the expenses of advanced training courses being undertaken. During the year repayments totalling \$600 were received.

H-54 This account was established by vote 546, Appropriation Act No. 3, 1953 to allow the making of loans to individual Eskimos or groups of Eskimos for the purpose of promoting their commercial activities and to purchase housing. The amount that may be charged to the fund at any one time is not to exceed \$800,000.

Loans to Eskimos under conditions approved by T.B. 552,525, November 17, 1959, T.B. 589034-1, May 10, 1962, T.B. 613359, July 12, 1963, T.B. 619775, February 13, 1964 and T.B. 628500-1, July 23, 1964, are charged to this account and repayments of principal are credited hereto. Total loans amounted to \$35,831 and repayments totalled \$16,611 in 1965-66.

Interest at the rate of 5 per cent per annum amounting to \$9,875 was credited to non-tax revenue—return on investments.

H-55 The following loans to the Government of the Northwest Territories for the purpose of capital expenditures on education were recorded in this account:

		Repayment in 1965-66	Repayments to date
	<u>Authority</u>		
(a) \$600,000	Vote 807, Appropriation Act No. 3, 1959	\$25,054	\$154,802
(b) 200,000	Vote 807, Appropriation Act No. 3, 1959.....	7,720	41,142
(c) 400,000	Vote 630, Appropriation Act No. 7, 1960.....	14,004	52,140
(d) 150,000	Vote 673, Appropriation Act No. 2, 1962.....	5,251	19,552

Vote L25, Special Appropriation Act 1963 authorized loans of \$4,948,000 to the Government of the Northwest Territories for capital expenditures during the period April 1, 1962 to March 31, 1967. Loans made to date were as follows:

- (a) \$1,110,000 (1962-63) under authority of P.C. 1962-27/653, on which repayments in the current year totalled \$50,927, to date \$145,893.
- (b) \$840,000 (1963-64) under authority of P.C. 1963-1345, on which repayments in the current year totalled \$38,034, to date \$74,210.
- (c) \$356,000 (1964-65) under authority of P.C. 1964-1670, on which repayments in the current year totalled \$38,944.
- (d) \$2,642,000 (1965-66) under authority of P.C. 1965-2150, December 1, 1965.

Vote 763, Appropriation Act No. 2, 1961, authorized an amount of \$100,000 to enable the Government of the Northwest Territories to make second mortgage loans to residents of the Territories for the purchase or construction of houses in the Territories under the National Housing Act. Loans were made under authority of P.C. 1962-1391, October 4, 1962 as follows:

- (a) \$10,000 (1962-63) on which a repayment of \$228 was received in the current year, to date \$650.
- (b) \$10,000 (1965-66).

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

Schedule H—*Continued*

Other Loans and Investments—*Continued*

Vote 674, Appropriation Act No. 2, 1962, authorized an amount of \$240,000 to enable the Government of the Northwest Territories to make mortgage loans to residents of the Territories for the purchase or construction of low-cost houses in the Territories. Loans were made under authority of P.C. 1962-1392, October 4, 1962 as follows:

- (a) \$120,000 (1963-64) on which a repayment of \$3,675 was received in the current year, to date \$7,163.
- (b) \$100,000 (1965-66).

A loan of \$450,000 was made in 1963-64, under authority of vote L37a, Appropriation Act No. 5, 1963 for the development of a townsite at Pine Point, Northwest Territories, on which a repayment of \$35,362 was received in the current year.

An additional loan was authorized in the current year by the following parliamentary authority:

Vote L50 To authorize loans to the Government of the Northwest Territories, in the current and subsequent fiscal years, in accordance with terms and conditions prescribed by the Governor in Council, to assist in the design and construction of a water and sewer system at Hay River, Northwest Territories. \$ 840,000

Loans in the current year were credited to the Northwest Territories revenue account—see “deposit and trust accounts” under schedule M.

Interest in the amount of \$196,258 was received and credited to non-tax revenue—return on investments.

H-56 Vote 671, Appropriation Act No. 2, 1962 authorized a loan of \$500,000 to the Government of the Yukon Territory in accordance with terms and conditions prescribed by the Governor in Council. Repayments in the current year amounted to \$17,505, to date \$65,175.

Vote L20, Special Appropriation Act 1963, authorized loans of \$7,359,103 to the Government of the Yukon Territory for capital expenditures during the period April 1, 1962 to March 31, 1967. Loans made to date were as follows:

- (a) \$2,833,000 (1962-63) under authority of P.C. 1962-14/952, July 11, 1962, on which repayments in the current year totalled \$123,323, to date \$353,342.
- (b) \$796,000 (1963-64) under authority of P.C. 1963-1346, September 12, 1963, on which repayments in the current year totalled \$61,107, to date \$119,342.
- (c) \$918,502 (1964-65) under authority of P.C. 1964-1032, July 9, 1964, on which repayments in the current year totalled \$36,268.
- (d) \$1,882,450 (1965-66) under authority of P.C. 1965-1119, June 18, 1965.

Vote 762, Appropriation Act No. 2, 1961 authorized an amount of \$100,000 to enable the Government of the Yukon Territory to make second mortgage loans to residents of the Territory for the purchase or construction of houses in the Territory under the National Housing Act. Loans totalling \$70,000 were made to date under authority of P.C. 1961-721, May 18, 1961. Repayments in the current year amounted to \$779, to date \$1,928.

Vote 672, Appropriation Act No. 2, 1962, authorized an amount of \$240,000 to enable the Government of the Yukon Territory to make mortgage loans to residents of the Territory for the purchase or construction of low-cost houses in the Territory.

Loans were made under authority of P.C. 1963-75/237, February 14, 1963 as follows:

- (a) \$100,000 (1963-64) on which a repayment of \$3,137 was received in the current year, to date \$6,122.
- (b) \$100,000 (1965-66).

The following additional loans to the Government of the Yukon Territory recorded in this account were:

(a) \$1,000,000 authorized by vote 540, Appropriation Act No. 4, 1954 for the purpose of providing adequate water distribution and sewage disposal systems within the City of Whitehorse. Repayments during the current year were \$24,681, to date \$191,716.

(b) \$750,000 under authority of vote 541, Appropriation Act No. 5, 1955 for the construction of a new hospital at Whitehorse. Repayments during the current year were \$17,153, to date \$107,437.

(c) \$700,000 authorized by vote 542, Appropriation Act No. 5, 1955 for the development of a new subdivision adjoining the present city of Whitehorse. Repayments during the current year were \$14,096, to date \$229,091.

Interest on loans to the Government of the Yukon Territory amounting to \$332,331 was received and credited to non-tax revenue—return on investments.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule H—Continued

Other Loans and Investments—Continued

H-57 This account is operated under the authority of section 69 (1) of the Indian Act, c. 149, R.S., as amended. Under the act, the Superintendent General (The Minister) is empowered to make loans to Indian bands, groups of Indians, or individual Indians, under regulations established by the Governor in Council. The purpose is to render assistance in agricultural and handicraft pursuits, establishment in gainful occupations and improvements in standard of housing accommodation, and for co-operative projects on behalf of Indians. Loans may not exceed \$1,000,000 at any time. This amount was increased to \$1,500,000 by the following parliamentary authority:

Vote L 15d To provide that the total amount of outstanding advances at any one time with respect to loans to Indians under section 69 of the Indian Act, notwithstanding sub-section 5 thereof, shall not exceed \$1,500,000.\$ 1

During the year 2 items amounting to \$43 were deleted under authority of section 23 of the Financial Administration Act, c. 116, R.S., as amended. In 1965-66 loans were in the amount of \$341,284 and receipts in the amount of \$211,189.

H-58 This account records the nominal value of shares of capital stock in three electrical co-operatives in the Province of Quebec supplying electrical power to Indian reserves. All shares were disposed of in 1965-66.

H-59 This account records loans to the Jasper Recreation Commission to assist in the construction of an ice arena. Vote 761, Appropriation Act No. 2, 1961 authorized a loan of \$25,000 and vote L18, Special Appropriation Act 1963 authorized an additional amount of \$19,570.

Under the agreement entered into with the commission, as authorized by P.C. 1961-23/1522, October 26, 1961, the loan in the total amount of \$44,570 is to be repaid in twenty equal annual instalments including principal and interest at the rate of 5½ per cent per annum.

H-60 P.C. 4066, October 7, 1947, authorized an agreement with the Yukon Coal Company Limited under which the company was to undertake the immediate bringing into production of its coal deposits at Tantalus Butte, Y.T., and was to receive advances not exceeding in total \$300,000, bearing interest at 3½ per cent per annum repayable at the rate of \$2 per ton of coal produced and sold. No advances were made during the current fiscal year. Advances to date totalled \$294,125 of which \$114,499 has been repaid to date including \$9,195 credited to this account in the current year. Interest amounting to \$6,634 was received and credited to non-tax revenue—return on investments.

H-61 This account was established to record loans to paroled persons to assist them in their rehabilitation.

Vote L10, Special Appropriation Act 1963 authorized an amount of \$10,000 for this purpose. Loans in the current year were \$533 and to date \$1,829. Repayments of loans, without interest, in the current year were \$195 and to date \$686.

H-62 Under authority of P.C. 2293, April 17, 1952, the management and operation of the spur line leading from a point near Atikokan to Steep Rock Lake, Ontario, the Ore Dock at Port Arthur and facilities constructed by the railway at the expense of the government (as authorized by P.C. 8423, September 18, 1942) to assist the Steep Rock Iron Mines Ltd. in the development of the iron ore deposit, were entrusted to the Canadian National Railway Company.

The capital cost of any additions, betterments or extensions and the cost of operating and maintaining the properties are to be assumed by the company. The government is to receive from the railway 6 cents per gross ton on all ore transported from the mines and handled over the Port Arthur Ore Dock until the cost (without interest) of the facilities entrusted has been amortized in full. A payment of \$179,303 was made by the company in the current fiscal year.

H-63 P.C. 3924, July 31, 1951, authorized the department to enter into an agreement with the Corporation of the City of Montreal with respect to the construction of a vehicular tunnel under the Lachine Canal at Atwater Avenue, and provided that the lands upon which the tunnel and approaches are constructed, other than Lachine Canal reserve lands, were to be conveyed to the city upon completion of the tunnel by the department.

Under the terms of agreement the corporation was required to reimburse one third of the cost of construction of the tunnel, with interest at the rate of 3½ per cent per annum calculated from the date of conveyance of the lands, provided that the amount did not exceed the sum of \$2,000,000 plus interest and such amount was to be repaid in thirty consecutive annual instalments, the first of which was to be due and payable twelve months after the date of conveyance of the lands, namely June 20, 1961.

During the year a repayment of \$45,200 was applied against the loan and interest amounting to \$58,514 was credited to non-tax revenue—return on investments.

The cost of the construction for purposes of the agreement exceeded \$6,000,000 and the share to be reimbursed by the city is \$2,000,000 with interest at 3½ per cent per annum.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

Schedule H—*Concluded*

Other Loans and Investments—*Concluded*

H-64 P.C. 4250, August 24, 1949, authorized the department to enter into an agreement with the Corporation of the City of Montreal with respect to the construction of a vehicular tunnel under the Lachine Canal at St. Remi Street, and provided that the lands upon which the tunnel and approaches are constructed, other than Lachine Canal reserve lands, were to be conveyed to the city upon completion of the tunnel by the department.

Under the terms of the agreement the corporation was required to reimburse one third of the cost of construction of the tunnel, with interest at the rate of $3\frac{1}{2}$ per cent per annum calculated from the date of conveyance of the lands, provided that the amount did not exceed the sum of \$1,500,000 plus interest and such amount was to be repaid in thirty consecutive annual instalments, the first of which was to be due and payable twelve months after the date of conveyance of the lands, namely June 12, 1953.

The cost of the construction of the tunnel for purposes of the agreement has been established at \$4,132,353 and the share to be reimbursed by the city at \$1,377,451 plus \$21,738 for supplementary ducts installed at the request of the Montreal Hydro Commission, with interest at the rate of $3\frac{1}{2}$ per cent per annum.

During the year, a repayment of \$40,418 was applied against the loan and interest amounting to \$32,107 was credited to non-tax revenue—return on investments.

Debentures of the City of Montreal furnished as security are held in the custody of the Minister of Finance.

H-65 P.C. 1958-734, May 22, 1958, as amended, authorized the making of loans to the Hamilton Harbour Commissioners, pursuant to the Hamilton Harbour Commissioners Act, 1957, c. 16, 1957-58, of amounts not exceeding \$4,000,000; such amounts to be secured by debentures of the corporation maturing forty years from the date of the debentures securing the first payments and bearing interest at four and one-eighth ($4\frac{1}{8}$) per cent per annum, payable semi-annually on the first day of January and the first day of July in each year. During the year a further loan of \$100,000 was made to the Commissioners and a payment of \$50,000 was received. Interest amounting to \$70,653 was credited to non-tax revenue—return on investments.

H-66 Under authority of vote L64e, Appropriation Act No. 4, 1964, a loan of \$500,000 was made to the Lakehead Harbour Commissioners to defray the cost of construction of trackage and related works at the Lakehead Harbour, with interest at the rate of $5\frac{1}{2}$ per cent per annum repayable in forty equal semi-annual instalments of \$20,552.

In the current year a repayment of \$205,795 was applied against the loan and interest amounting to \$13,414 was credited to non-tax revenue—return on investments.

H-67 P.C. 1965-233, February 11, 1965 and vote L39b of Appropriation Act No. 9, 1964, approved a loan of \$300,000 to the Nanaimo Harbour Commissioners bearing interest at the rate of $4\frac{1}{2}$ per cent per annum repayable in nine equal semi-annual instalments of \$36,974, commencing June 30, 1965. A repayment of \$61,849 was received in the current year and interest of \$9,113 was credited to non-tax revenue—return on investments.

H-68 Pursuant to section 86 of the Unemployment Insurance Act, P.C. 1964-480, April 6, 1964, authorized the Minister of Finance to make loans from time to time to the unemployment insurance fund for the purpose of paying unemployment insurance benefits. No loans were required during the fiscal year 1965-66.

Loans are authorized by Department of Labour vote L19d, Appropriation Act No. 2, 1965 which authorizes the Minister of Finance, notwithstanding the Unemployment Insurance Act, to credit in subsequent fiscal years, on such terms and conditions as the Governor in Council may determine, to the unemployment insurance fund such sums as may from time to time be required by the said fund; the aggregate of the sums outstanding at any one time not to exceed \$50,000,000.

H-69 Vote 609, Appropriation Act No. 5, 1959 authorized an advance to the working capital fund of the Commonwealth War Graves Commission (formerly the Imperial War Graves Commission) in the sum of £10,000 notwithstanding the payment may exceed or fall short of the equivalent in Canadian dollars, estimated as of May, 1959, which was \$27,065. An advance of \$27,000 was made during 1959-60.

H-70 This loan, which was authorized by vote 518, Appropriation Act No. 5, 1958, was made on the security of a mortgage executed by the veteran and his wife and is repayable on demand by the Minister.

H-71 This account relates to advances made by the Government of Canada towards the British family settlement and the New Brunswick settlement scheme.

Details of transactions in the account during the current fiscal year are shown as an appendix to section 45 in volume II of this report.

H-72 This account relates to advances made to veterans of world war 1 and subsequent transactions with purchasers of reverted properties.

Details of transactions in the account during the current fiscal year are shown as an appendix to section 45 in volume II of this report.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

SCHEDULE J

Inactive Loans and Investments

- J- 1** These loans are not currently revenue-producing or realizable.
- J- 2** In this account is recorded the outstanding balance of advances made to the Province of Saskatchewan for the purchase of seed grain.
- J- 3** A loan to the Ming Sung Industrial Company Limited in 1946 by the Imperial Bank of Canada (now the Canadian Imperial Bank of Commerce), the Dominion Bank and the Bank of Toronto (the latter two of which subsequently became the Toronto-Dominion Bank), was guaranteed by the Government of Canada under authority of Part II of the Export Credits Insurance Act, c. 105, R.S., as amended. Final payments to the banks to implement the guarantee were made in the fiscal year 1960-61.

SCHEDULE L

Current and Demand Liabilities

- L- 1** Treasury cheques issued and unpaid as at March 31 are recorded in this account. If they remain outstanding for 10 years, they are transferred to non-tax revenue—refunds of previous years expenditure. In 1965-66 an amount of \$204,128 was transferred from this account to non-tax revenue.
- L- 2** Accounts payable represent the treasury cheques issued in April which are applicable to the previous fiscal year as authorized by section 35 of the Financial Administration Act.
- L- 3** Non-interest-bearing notes are those portions of Canada's quotas in the capital of certain international agencies which are not covered by cash or gold.
- L- 4** Matured debt outstanding are those matured bonds and other securities outstanding on March 31, with the exception of those transferred to revenue. Matured bonds and other securities which are outstanding for 15 years after the date of call or of maturity, whichever is the earlier, but in no event before 5 years after the date of maturity, are transferred to non-tax revenue—miscellaneous. In 1965-66 an amount of \$353,026 was transferred to revenue.
- L- 5** Interest due and outstanding is the amount of interest which has become due on the public debt but which is unpaid on March 31.
- L- 6** Interest accrued is the amount of interest which has accrued on the public debt as at March 31, but which is not due and payable until some future date.
- L- 7** The balance in this account represents provision for redemption of certain warrants as and when presented at chartered banks. During the year, the account was credited with warrants issued, \$8,649,601 and charged with warrants redeemed, \$8,682,940 of which an amount of \$8,810, representing warrants unclaimed or outstanding for ten years or more, was transferred to Department of Finance non-tax revenue—miscellaneous.
- L- 8** This account reflects the net balance due to the Bank of Canada resulting from the reconciliation of payments for redemption of paid cheques with the amount of those cheques as subsequently determined in adjustment of the outstanding treasury cheques account.
- L- 9** Dominion 3½ per cent stock, issue B, was issued under authority conferred in 1871. It is not transferable but may be redeemed on request. All stock has been redeemed.
- L-10** The letter of credit—outstanding cheques account records the amount of cheques issued during March against the government's letter of credit accounts in London, Paris and Bonn and for which reimbursement is not made to the relevant banks until April.
- L-11** Imprest account cheques issued and unpaid as at March 31, with the exception of those outstanding for 10 years or more (which have been transferred to non-tax revenue—miscellaneous) are recorded in this account. In 1965-66 an amount of \$3,548 was transferred to revenue.
- L-12** The liability of the Government of Canada for the value of paid-up capital stock of the former company which has not been redeemed at the close of the fiscal year is recorded herein.
- L-13** The account represents the liability for money orders outstanding as at March 31, 1966.
- L-14** The account represents the difference between the value of certain accounts receivable, accounts payable and sundry suspense accounts of the Post Office Department.

SCHEDULE M

Deposit and Trust Accounts

- M- 1** In this account were recorded remittances covering matured interest on securities held as surety for licence fees and subsequent disbursement thereof in respect of the licence fees concerned. Receipts to and disbursements from the account amounted to \$75 during 1965-66.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

Schedule M—*Continued*

Deposit and Trust Accounts—*Continued*

- M- 2 This account reflects the financial transactions of the commonwealth institute of biological control, a scientific institution working on the biological control of harmful insects, which is supported by contributions from member countries of the British Commonwealth and is directed by the executive council of the commonwealth agricultural bureaux. During the year, amounts totalling \$178,573 were credited to the account including the Canadian contribution of \$32,237 which was charged to Department of Agriculture vote 1. Payments charged to the account totalled \$178,277.
- M- 3 Holdbacks charged to the relevant appropriations of the department concerned and credited to this account under authority of section 40 of the Financial Administration Act, c. 116, R.S., as amended, are paid out in accordance with the contracts under regulations of the Treasury Board.
- M- 4 The Prairie Farm Assistance Act, c. 213, R.S., as amended, provides for a levy of one per cent to be deducted by all licensed purchasers of grain, the amount so deducted to be transferred to the Board of Grain Commissioners for deposit to the credit of a special account known as the prairie farm emergency fund. The levy is not collected in respect of grain grown by farmers who participate in approved crop insurance programs. Awards are made under the provisions of the act to farmers in the spring wheat area in accordance with crop failure conditions provided for in the act and are payable from this fund. The account was credited with the levy on grain \$10,338,307 and charged with awards of \$7,043,364.

A statement showing details of payments from the prairie farm emergency fund is shown as an appendix to section 1 in volume II of this report.

- M- 5 This account was established in the current fiscal year to record remittances received from industries in the atlantic region to cover their share of the costs of certain projects of the atlantic development board pending expenditures being incurred. During the current fiscal year deposits to the account were \$40,605 and there were no disbursements.
- M- 6 This account reflects candidates' election deposits received in respect of a general election or by-elections less amounts refunded to the candidates or transferred to non-tax revenue, pursuant to the provisions of the Canada Elections Act, c. 39, 1960, as amended. During the current fiscal year deposits received were \$203,400, refunds to candidates were \$106,600 and \$96,800 was transferred to non-tax revenue—miscellaneous.
- M- 7 This account represents amounts collected under the provisions of the Immigration Act and held pending final disposal either by refund to the original depositor or forfeiture to the Crown. Securities held in trust in connection with this account amounted to \$63,000 and are recorded as a contra account under the asset category, securities held in trust.

During the year deposits totalling \$1,091,349 were credited to the account. Withdrawals totalled \$847,914 and consisted of refunds to depositors \$753,642, departmental expenses recovered from deposits \$87,059 and forfeitures to the Crown \$7,213.

- M- 8 This account was established for the purpose of recording funds received from the Federal Government of Germany for payment of their share of costs pertaining to the short range surveillance system.
- M- 9 This account records guarantee deposit to cover marine insurance on radio parts.
- M-10 This account records the funds made available by international agencies to provide for payment of transportation of fellows and scholars who travel in Canada under the sponsorship of such agencies. Disbursements of \$2,928 and receipts of \$3,359 were reported during the year.
- M-11 This account was established to record the amount of interest cheques received for bonds held on behalf of insurance companies, which are deposited to the consolidated revenue fund. Subsequently cheques are drawn on this account remitting the interest so received to the respective insurance companies.
- M-12 The funds represent the proceeds from the sale of lands set apart under 12 Vic. 1849, Chapter 200, for the support and maintenance of common schools in Upper and Lower Canada, now Ontario and Quebec. Interest of \$133,408 apportioned on the basis of population is paid semi-annually to these provinces at the rate of 5 per cent per annum and is charged to interest on public debt.
- M-13 By regulations established under authority of section 39 of the Financial Administration Act, contractors are required to furnish security for the satisfactory performance of the work. Cash deposits credited hereto bear interest at the rate of 2½ per cent per annum compounded annually. Securities in respect of this account are carried under the Department of Finance—securities held in trust (see schedule I).

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

Schedule M—*Continued*

Deposit and Trust Accounts—*Continued*

CONTRACTORS SECURITIES

	Bonds	Cash	Certified cheques
	\$	\$	\$
Agriculture.....	62,000	45,585	
Atomic Energy of Canada Limited.....	252,000	713,229	
Defence Production.....	375,000		
Finance.....	88,000		
Fisheries.....		33,894	
Mines and Technical Surveys.....		52,990	
National Defence.....	24,000	57,189	
Defence Construction (1951) Limited.....	250,000		
National Film Board.....	15,000	8,669	
National Health and Welfare.....		2,274	
Northern Affairs and National Resources.....		2,405	
Indian Affairs.....		11,696	26,856
Post Office.....	175,000		7,000
Public Works.....	645,900	517,113	73,190
Royal Canadian Mounted Police.....		22,675	
Transport.....	1,604,200	83,272	87,097
Unemployment Insurance Commission.....	3,000		
Veterans Affairs.....		1,180	
Soldier Settlement and Veterans Land Act.....		13,373	
	<u>3,494,100</u>	<u>1,565,544</u>	<u>194,143</u>

M-14 In 1957-58 the Governor in Council in accordance with section 81 (2) of the Financial Administration Act authorized Crown corporations to deposit in the consolidated revenue fund, with the approval of the appropriate Minister and the Minister of Finance, that portion of their cash which was temporarily in excess of their current requirements, such deposits to earn interest on minimum monthly balances at a rate determined on the basis of weekly three-month treasury bill yields.

Interest credits of \$185,309, \$17,779 and \$231,796 on the deposits of Atomic Energy of Canada Limited, the Crown Assets Disposal Corporation and Eldorado Mining and Refining Limited, respectively, were charged to interest on public debt. Deposits of the Export Credits Insurance Corporation, which correspond to the aggregate of the paid-up capital, the capital surplus of that corporation and the accumulated net earnings on the original capital investment in the corporation, are non-interest-bearing. Deposits of the Northern Ontario Pipe Line Crown Corporation represent funds to be disposed of when final arrangements are completed for winding up this Crown company.

M-15 These accounts were established to record instalment purchases of Canada savings bonds by employees of the Government of Canada, certain government agencies, naval, army and air force personnel and R.C.M.P. personnel by deductions from pay and allowances where applicable.

M-16 P.C. 1961-1657, November 16, 1961, authorized the transfer to the Minister of Finance of all securities in the pension fund of Canadian Arsenals Limited for liquidation by the Minister and payment into the public service superannuation account on or before March 31, 1966, which date was extended by P.C. 1966-495, March 17, 1966 to March 31, 1967. The balance shown represents the book value of the securities remaining in the hands of the Minister as at March 31, 1966.

M-17 Section 53 of the Financial Administration Act provided for the establishment of this account and for the crediting hereto of the sum of \$25,000, such further amounts as are appropriated by Parliament for the purposes of this section, and any recoveries of losses referred to in section 54 of the act.

Section 54 states that the Minister may, in accordance with and subject to the regulations, pay out of the account any losses sustained by subscribers for government securities who have paid all or part of the purchase price but have not received the security or repayment of the amount so paid, and losses sustained by any person in the redemption of securities.

M-18 P.C. 144, January 18, 1936, as amended by P.C. 1955-1672, November 9, 1955, authorized: (a) the setting up of this trust account; (b) the payment of the grant of \$100,000 provided by vote 383, Appropriation Act No. 6, 1935, and the crediting of this amount to the account; (c) the Department of Finance to accept further sums not exceeding \$400,000 for credit to the account; (d) the allowing of interest of 3 per cent per annum, paid semi-annually on April 1 and October 1; and (e) withdrawals from the fund, in whole or in part, at the pleasure of the Trustees. The interest credits of \$123 were charged to interest on public debt. During the current fiscal year disbursements from this account totalled \$5,960 and receipts were \$10,000.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

Schedule M—*Continued*

Deposit and Trust Accounts—*Continued*

- M-19 This account is provided for the recording of Ontario sales tax collected on behalf of the Ontario provincial government in connection with the prepayment for coin sets.
- M-20 Under the Federal-Provincial Fiscal Arrangements Act, 1961, the Government of Canada was empowered to enter into an agreement with the government of any province to collect provincial individual and corporation income taxes and to make payments to the provinces with respect to such taxes. The Government of Canada entered into agreements with nine provinces (Quebec excepted) to collect the provincial individual income tax and with eight provinces (Ontario and Quebec excepted) to collect the provincial corporation income tax, and to commence as of April 1, 1962, to pay in equal monthly instalments to each province the estimated revenue to be produced by the respective provincial taxes. Provincial taxes were applicable to individual and corporation income earned subsequent to December 31, 1962.
- At the beginning of each fiscal year the Minister of Finance will estimate (subject to revision at any time) the amount of the payment that in his opinion is due to the province in respect of the year ending in that fiscal year and will make payments to the province, on the basis of this estimate, in equal monthly instalments. Any adjustment will be made not later than March 31 of the fiscal year following that in which the taxation year ends. The balance in the account as at March 31, 1966 is \$66,320,255.
- M-21 Section 98 of the Financial Administration Act, authorized the establishment of this account and the crediting hereto of (a) the balance of the government officers' guarantee fund; (b) amounts paid by departments and Crown corporations by way of premiums; (c) amounts recovered by Her Majesty in respect of payments out of the account or the government officers' guarantee fund; and (d) moneys appropriated by Parliament for the purposes of the account. Payments may be made out of the account in accordance with the regulations by way of indemnity for losses suffered by Her Majesty or others by reason of defalcations or other fraudulent acts or omissions of public officers. The act further directs that every payment out of the account and the amount of every loss suffered by Her Majesty by reason of defalcations or omissions of a public officer, together with a statement of the circumstances, shall be reported annually in the Public Accounts. This information will be found in section 46 of volume II of this report.
- Regulations relating to the public officers guarantee account were made and established by T.B. 557461 dated December 11, 1959. Included in these regulations is a list of departments and Crown corporations to which the act does not apply. They also contain a direction that no premiums or contributions will be assessed until the board directs otherwise.
- M-22 Prepayments for coin sets are credited to this account and the face value of coin sets issued are debited hereto. The net gain of \$5,406,212 for the fiscal year 1965-66 was transferred to non-tax revenue—services and service fees.
- M-23 Amounts forming the balance in this account were credited to the Receiver General, in accordance with the provisions of the relevant act, pending distribution.
- M-24 Vote 697, Appropriation Act No. 4, 1952, authorized the Minister of Finance to establish a special account in the consolidated revenue fund to which shall be credited all amounts received from Italy by way of settlement of its obligations under the Treaty of Peace between Canada and Italy that was signed in Paris on February 10, 1947 and provided for payment from the account in accordance with the War Claims (Italy) Settlement Regulations established by P.C. 5818, November 6, 1951, and any amendments that may be made thereto by the Governor in Council.
- M-25 P.C. 3718, August 6, 1952, authorized the transfer by the Custodian of Enemy Property to the Minister of Finance of all property that was vested in or administered by the custodian pursuant to the Treaty of Peace (Germany) Order, 1920. Money transferred under this authority was to be paid into the consolidated revenue fund and an amount sufficient to pay outstanding claims to any such property was to be credited to a special account in the fund to be paid in due course in discharge of these claims. The balance in this account represents the amount available for this purpose.
- M-26 Vote 696, Appropriation Act No. 4, 1952, authorized the Minister of Finance to establish a special account in the consolidated revenue fund to which shall be credited all money received by him from the Custodian of Enemy Property or other sources as prescribed in the vote and also authorized payment from the account (a) to eligible claimants for compensation in respect of world war 2; (b) of a supplementary award amounting to fifty per cent of the original award (P.C. 1958-1467, October 23, 1958); and (c) of expenses incurred in investigating and reporting on claims.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

Schedule M—*Continued*

Deposit and Trust Accounts—*Continued*

Pursuant to P.C. 4354, October 23, 1952, a war claims commission was established to enquire into and report upon claims made by Canadians arising out of world war 2 for which compensation may be paid from this or any other fund established for the purpose. The expenses of this commission are chargeable hereto.

A statement of transactions in the account is shown as an appendix to section 15 of volume II of this report.

M-27 This account records the funds received from the Great Lakes Fishery Commission covering control and research work in respect to lampreys in the Great Lakes, carried out by the Fisheries Research Board of Canada on behalf of the Commission on a contract basis. During the year \$377,466 was received from the Commission and expenditures were \$376,036.

M-28 In this account are recorded amounts deposited with the department to ensure compliance with the terms and conditions of timber sales contracts.

M-29 Under the provisions of section 3 (9) of the Bankruptcy Act, c. 14, R.S., as amended, the Superintendent, for the protection of the estate, may require the funds to the credit of the estate to be remitted to the Receiver General pending the appointment of a trustee. This account is credited with funds so remitted and debited with payments to appointed trustees. During the year credits to this account were \$56,279 and payments \$68,428.

M-30 In this account are recorded securities held in trust for authorized trustees under the Bankruptcy Act.

M-31 This account represents unclaimed funds in the courts trust accounts, maintained by the police magistrates and the clerks of the courts at Whitehorse, Y.T. and Yellowknife, N.W.T.

M-32 Under authority of the Annual Vacations Act, c. 24, 1957-58, and regulations pursuant thereto, money received by the Minister from certain employers in respect of vacation pay due employees who have left their employ and whose addresses are unknown is credited to this account pending claims by employees. During the current fiscal year receipts from employers were \$209 and disbursements to employees were \$219.

M-33 Where an investigation by officials of the department in respect of a contract on government works results in an award of further wages, the amount received from the contractor is credited to this account and subsequently distributed to the employees.

The account also reflects amounts received from various departments representing unclaimed wages in respect of cost plus contracts withheld from final payments to contractors pending claims therefor. During the current fiscal year receipts from contractors and various departments were \$74,059 and disbursements to employees were \$70,103.

M-34 This account was established to record amounts collected pursuant to the Canada Labour Code Regulations (General) from an employer who is required to pay wages to an employee or an employee entitled to payment of wages by the employer and the employee cannot be located for the purpose of making such payment. If no claim is made by the employee for wages deposited to this account, upon termination of three years from the date of receipt, such wages shall become the property of Her Majesty in right of Canada. During the current fiscal year amounts collected from employers were \$10,277 and payments to employees were \$1,032.

M-35 The balance in this account represents war service gratuities payable to Polish veterans who were selected for agricultural employment in Canada (P.C. 5201, December 19, 1946) and whose addresses are unknown.

M-36 These funds, which are for the furtherance of research work, are comprised of contributions from organizations and individuals.

M-37 The emergency gold mining assistance regulations provide for holdback of 10 per cent of the approved claims submitted by gold mining companies for assistance under the Emergency Gold Mining Assistance Act, c. 95, R.S., as amended, until final audit of the companies financial operations at the close of each calendar year is completed. The holdback is charged to the statutory appropriation and credited hereto pending release.

M-38 To this account are credited sums deducted from the pay of officers and men of the Royal Navy who are on loan to the Canadian navy, for contributions under the National Insurance Act of the United Kingdom and deductions in respect of long service pensions at rates equivalent to those applicable to Royal Canadian navy personnel under the Canadian Forces Superannuation Act. Payments to the British Admiralty under agreement were debited to the account. During the current fiscal year gross credits to this account were \$104 and gross debits were \$1,161, leaving a nil balance in the account.

M-39 To this account are credited the service estates of deceased members of the armed forces of world war 2 and the post-war services. Net assets of estates are distributed to the legal heirs under the administration of the Judge Advocate General in his capacity as Director of Estates of this department. During the current fiscal year gross credits to this account were \$153,561 and gross debits \$159,049.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

Schedule M—*Continued*

Deposit and Trust Accounts—*Continued*

- M-40 Section 55 of the National Defence Act, c. 184, R.S., as amended, directs *inter alia* that the Minister of National Defence may request the Minister of Finance to allocate any portion of the moneys appropriated by Parliament for the purposes of the Defence Research Board for scholarships or grants in aid of research and investigations. Moneys so allocated are held in trust by the Minister of Finance and disbursed on the requisition of the Minister of National Defence. The balance in this account represents the undistributed portion of such grants. An amount of \$5,166 representing refund of the unexpended balance of grants was credited to non-tax revenue—refunds of previous years' expenditure. During the current fiscal year gross credits to this account were \$2,149,740 and gross debits were \$2,135,370.
- M-41 This account is maintained to record funds received from the Government of the United Kingdom to cover expenditures to be made on behalf of the Royal Air Force with respect to facilities at RCAF Station, Goose Bay, Labrador. Gross credits to the account during the current fiscal year were \$156,000 and gross debits \$214,389.
- M-42 This account is maintained to record moneys received from the Government of the United States of America to cover expenditures to be made on its behalf. During the current fiscal year gross credits to this account were \$548,751 and gross debits \$1,574,919.
- M-43 This account is maintained to record advances by other foreign governments to cover pay and allowances of military personnel training in Canada and expenses of conducting cold weather trials on armoured vehicles. Gross credits of \$186,652 for the current fiscal year represent receipts of \$7,552 from the Government of Zambia and \$179,100 from the Government of West Germany. Gross debits of \$5,540 represent reimbursements to the department in respect of the Government of Zambia.
- M-44 Credits to this account represent the Royal Canadian naval portion of the Herbert Lott naval trust fund which is administered by the British Admiralty. These funds are allocated to active or reserve force units which show marked efficiency in fighting practices and exercises. During the current fiscal year gross credits to the account were \$392 and gross debits \$136.
- M-45 Credits to this account are made up of deductions from pay and allowances of Royal Canadian navy, Canadian army and Royal Canadian air force officers appointed to short or medium service commissions. Such deductions are equal to the monthly pension deduction calculated under the Canadian Forces Superannuation Act. The account is debited with payments to officers on termination of service, payments to their heirs in case of death before termination of service and transfers to Canadian forces superannuation account in respect of officers granted long service commissions. During the current fiscal year gross credits to the account were \$1,109,941 and gross debits \$1,080,798.
- M-46 This account is maintained to record funds received for minor construction and engineering stores and material at isolated locations. The mess or institute involved must deposit funds prior to commencement of work and materials are charged against funds on deposit. Any surplus remaining after completion of work is refunded. During the current fiscal year gross credits to the account were \$340 and gross debits \$169.
- M-47 This fund was established in 1909 by the late Lord Strathcona. The interest is to be expended in encouraging physical and military training in the public schools of Canada. Payments of interest are made to the trustees semi-annually at the rate of 4 per cent per annum, and are charged to interest on public debt. Interest amounted to \$20,000 in 1965-66.
- M-48 This account records advances received from the United States of America and Britain in connection with trials held at Suffield Experimental Station. The amount of advances represents the shares of these countries in the expenses of the trials. During the current fiscal year gross credits to the account were \$155,588 and gross debits were \$1,851.
- M-49 This account records voluntary donations contributed by the Canadian public towards the preservation of the ancient Nubian Monuments at Abu Simbel in Egypt. Contributions credited to the account during the year amounted to \$717. An amount of \$3,488 was presented to the United Arab Republic and debited thereto, leaving a nil balance in the account.
- M-50 Section 8 (2) of the National Gallery Act, c. 186, R.S., provides for a special account in the consolidated revenue fund called the national gallery special operating account to which all money received by the Board of Trustees by way of donation, bequest, revenue or otherwise is to be credited. Section 8 (3) provides that any expenditures for the purpose of the act may be paid out of this account or out of money appropriated by Parliament for such purposes.

Securities in connection with this account amounted to \$1,000 and are recorded as a contra account under the asset category "securities held in trust". Interest on these securities amounting to \$30 per annum was credited hereto.

Credits to the account during the year totalled \$20,612 and expenditures amounting to \$92,720 represent the debits thereto. (See also appendix to section 28 in volume II of this report).

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

Schedule M—*Continued*

Deposit and Trust Accounts—*Continued*

- M-51** This account records the funds received from the World Health Organization to be used for a scientific project. Receipts during the year totalled \$4,826 and disbursements were \$4,119.
- M-52** This fund was credited with money advanced by the United States Government under the Cooperating Agency Agreement between the National Aeronautics and Space Administration USA and the National Research Council of Canada, concerning the operation, maintenance and support of the Churchill Research Range. The agreement stipulates that any funds drawn to meet the obligations of the United States but not expended will be held in trust. Advance payments drawn through letter of credit on the Federal Reserve Bank of the United States amounted to \$537,942 during the current year and United States shareable portion of agreed cost of operating the range amounted to \$430,236.
- M-53** This account was credited with revenue of the National Research Council derived from laboratory fees \$789,745, sale of publications \$176,847, work done for outside organizations \$3,667,000, and miscellaneous receipts \$9,439, under authority of the Research Council Act, c. 239, R.S., as amended. An amount of \$4,717,677 was debited hereto, of which an amount of \$4,217,797 was credited to National Research Council vote 1, and \$499,880 to vote 10, to offset expenditures; other transfers from the fund amounted to \$11,050.
- M-54** To this fund, which is for the furtherance of research work, are credited advance payments from organizations and individuals for services requested. Advance payments received totalled \$449,328 during the year and costs of services were \$364,348.
- M-55** Cash and securities are furnished the department as a guarantee of payment of customs duties and excise taxes on imported goods, and of sales and excise taxes payable by licencees. The closing balance of \$5,560,141 includes securities in the amount of \$5,388,000 deposited with the Department of Finance for safekeeping and which are recorded as a contra account in the asset category "securities held in trust". During 1965-66 gross credits of \$1,032,670 to the account consisted of bonds \$993,000 and cash \$39,670 and gross debits of \$797,765 from the account consisted of bonds \$758,500 and cash \$39,265.
- M-56** An appellant to the Tax Appeal Board is required to pay to the Receiver General a fee of \$15 upon the serving of the notice of appeal and if the appeal is allowed in whole or in part, the fee is returned to him, but not otherwise. Credits in this account represent the receipt of such fees while debits are refunds to successful appellants or the transfer, to non-tax revenue—miscellaneous, of deposits where appeals were disallowed. Gross credits amounted to \$7,605 and gross debits of \$8,716 consisted of refunds \$5,025 and transfers to non-tax revenue \$3,691.
- M-57** Prior to September 6, 1958, an appellant to the Exchequer Court from a decision of the Minister of National Revenue as to his assessment was required to give security for the costs of the appeal, to the satisfaction of the Minister, in a sum not less than \$400. The decision of the Exchequer Court determines the final disposition of the deposit. If the appeal is allowed, the amount is returned to the appellant; otherwise, the amount, or such part of it as is required to pay the taxed costs of the Crown, is transferred from this account to non-tax revenue—miscellaneous. No interest is allowed on the deposit. Subsequent to the above date fees have been paid to the Exchequer Court. (See comment 57 above)
- Gross credits were nil and gross debits of \$400 consisted of refunds.
- M-58** Damage to property in Banff National Park was sustained as a result of operations by the Calgary Power Ltd. in 1951. After negotiation, the department agreed to repair the damage and the Calgary Power Ltd. agreed to pay, as the work progressed, \$131,441 subject to adjustments. The cost of repairs to date \$121,136 has been repaid by the company. The closing balance represents funds advanced by the company to pay for repairs not yet made.
- M-59** In this account are recorded cash and securities deposited with the department as guarantees for oil, mineral and timber rights and licences. Interest is not allowed on cash deposits. Securities furnished as guarantees are held in the custody of the Minister of Finance and are recorded as a contra account under the asset category "securities held in trust".
- Cash deposits totalled \$4,917,574 and cash disbursements \$3,916,914. Securities deposited with the Department of Finance totalled \$30,555,035 and securities released totalled \$27,189,784.
- M-60** Under the provisions of section 7 of the National Parks Act, c. 189, R.S., as amended, P.C. 2473 dated May 16, 1950 and amendments, established regulations governing the levying of a tax on the residents of the national parks in the Province of Alberta, beginning with the calendar year 1950, to cover the cost of health and welfare services similar to those enjoyed by other residents of Alberta.
- Taxes collected by the superintendents of the parks were credited to this account each year up to and including the calendar year 1960, at which time it was found that most of the welfare items for which the tax was collected were being paid from other sources or were discontinued. The National Parks (Alberta) Health and Welfare Tax Regulations were revoked by P.C. 1960-1672, December 8, 1960. Charges are still made from the account on the basis of quarterly requisitions made by the Province.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

Schedule M—*Continued*

Deposit and Trust Accounts—*Continued*

P.C. 1955-1583, October 19, 1955, P.C. 1959-1166, September 11, 1959, P.C. 1957-1005, July 25, 1957, P.C. 1961-1346, September 21, 1961, and amendments, established regulations for the levying of a tax upon ratepayers of Banff, Jasper, Waterton Lakes and Elk Island national parks, respectively, for the purposes of the hospital scheme established in the parks under the law of the Province of Alberta.

Taxes collected in the parks are credited to this account and disbursements to the province are based on requisitions established under the provisions of section 50 of the Alberta Hospitals Act, 1961. During the fiscal year, taxes collected totalled \$84,896 and disbursements from the fund amounted to \$87,718.

- M-61 Fines collected under the Indian Act in connection with liquor prosecutions are credited to this account. Expenditures are made under the authority of P.C. 1445, June 17, 1937, covering certain costs incurred in the suppression of liquor traffic among the Indians of Canada. In 1965-66 fines were \$73,325 and expenditures \$72,175.
- M-62 This account records cash security deposits with respect to Indian reserve licences and contracts for the development of resources pursuant to the provisions of the Indian Act. During the fiscal year interest, at the same rate as has been established from time to time on deposits in the Post Office savings bank, in the amount of \$4,633 was credited to this account and charged to interest on public debt. In 1965-66 deposits were \$306,821, of which \$276,000 were bonds — see contra account under the asset category "securities held in trust" and refunds were \$36,456.
- M-63 This account records guarantee deposits given by Indians who sign herd agreements under the rotating herd program operated by the department. In 1965-66 deposits were \$12,456 and refunds were \$1,750.
- M-64 The Indian band funds represent moneys belonging to the Indian bands throughout Canada. A statement of the receipts and disbursements for the current fiscal year is shown as an appendix to the Department of Northern Affairs and National Resources section in volume II of this report. During the fiscal year interest at the rate of 5 and 6 per cent per annum in the amount of \$1,421,863 was credited by the Department of Finance to this account and charged to interest on public debt.
- M-65 This account records the value of Calgary Power Limited shares of stock as compensation for a power line right-of-way on the Blood Indian reserve. See contra account under the asset category "securities held in trust".
- M-66 This account records moneys received from the sale or alienation of Indian lands, held in suspense pending completion of documentation. During the fiscal year interest, at the same rate as has been established for Indian trust accounts, in the amount of \$5,893, was credited by the Department of Finance to this account and charged to interest on public debt. In 1965-66 receipts were \$221,748, disbursements were \$187,503.
- M-67 This account records cash down payments made by Indians towards a subsidy housing program carried out by the social programs division of the department. In 1965-66 receipts were \$81,382 and disbursements were \$56,955.
- M-68 Under authority of the Indian Act and regulations established by Order in Council, accounts are maintained of the estates of deceased or mentally incompetent Indians. During the fiscal year interest, calculated at 3 per cent per annum on minimum quarterly balances, in the amount of \$8,748 was credited by the Department of Finance to this account and charged to interest on public debt. In 1965-66 receipts were \$409,324, which included sales of securities held in trust \$26,250, and disbursements were \$319,106, which included the purchase of \$3,300 of securities to be held in trust. An amount of \$194,450 included in the balance as at March 31, 1966 represents securities held in trust — see contra account under the asset category "securities held in trust".
- M-69 Under authority of the Indian Act, savings accounts are maintained for individual Indians. During the fiscal year interest, calculated at 2 per cent per annum on minimum quarterly balances, in the amount of \$7,103 was credited by the Department of Finance to this account and charged to interest on public debt. In 1965-66 receipts were \$80,444, which included sales of securities held in trust \$700, and disbursements were \$151,300. An amount of \$66,500 included in the balance as at March 31, 1966 represents securities held in trust — see contra account under the asset category "securities held in trust".
- M-70 Indian special accounts represent non-band accounts maintained for specific purposes. These are non-interest-bearing. A statement of the receipts and disbursements for the current fiscal year is shown as an appendix to the Department of Northern Affairs and National Resources section in volume II of this report. An amount of \$6,000 included in the balance as at March 31, 1966 represents securities held in trust for Indian handicraft — see contra account under the asset category "securities held in trust".
- M-71 This fund was created under authority of the Land Titles Act, c. 162, R.S., as amended, to indemnify title holders who may suffer loss through misdescriptions in titles, and from other causes specified in the act. Fees are collected from the parties who register deeds with the Registrar of Land Titles in the Northwest Territories and the Yukon Territory. Interest is added to the fund annually, the present rate being 3 per cent per annum. Credits consisted of fees \$2,476 and interest \$1,947. Over a long period of years no claims for compensation have been made from this fund.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule M—Continued

Deposit and Trust Accounts—Continued

M-72 Revenues of the Government of the Northwest Territories are credited to this account. Payments from the account are made for territorial purposes as authorized by ordinances of the Commissioner in Council of the Northwest Territories up to the limit of the credit balance in the account.

A statement showing the operation of the Northwest Territories revenue account is shown as an appendix to section 32 in volume II of this report.

M-73 In this account are recorded funds made available to Eskimos to finance the purchase of new boats for resource development under regulations approved by T.B. 609912, June 6, 1963. These funds comprise of 20 per cent down payment by the Eskimo, 40 per cent grant or \$8,000, whichever is the lesser, from the welfare and industrial division operating vote and 40 per cent from the Eskimo loan fund. Disbursements represent payments made toward the cost of boats purchased. Gross credits to this account amounted to \$13,279 and disbursements totalled \$46,502.

M-74 Bonds held in safekeeping by the Department of Finance on behalf of the post office guarantee fund which was derived from money received from postal employees and out of which fund are paid losses sustained by reason of default or neglect of any postal employee or mail contractor in carrying out his duties in any matter relating to the Canada Post Office. These bonds are recorded in a contra account under "securities held in trust".

M-75 Bonds held in safekeeping by the Department of Finance on behalf of the Postmaster General representing deposits received from mailers of postage-paid-in-cash mailings to eliminate the necessity of paying postage at time of mailing. These bonds are recorded in a contra account under the asset category "securities held in trust".

M-76 This account represents the department's liability to philatelists and stamp dealers who deposit funds for postage stamps to be supplied at later dates.

M-77 Credits consisted of: deposits, \$3,995,127, and interest credited at the rate of 2½ per cent per annum, \$547,340. Debits represent withdrawals and amounted to \$5,773,495. Included in the closing balance were amounts of \$1,569 representing the cash portion of the post office guarantee fund and \$563,872 representing amounts on deposit for postage guarantees for mailings made under the postage paid-in-cash system.

M-78 The late The Right Hon. W. L. Mackenzie King bequeathed Laurier House, Ottawa, and the sum of \$225,000 to the Government of Canada. The Laurier House Act., c. 163, R.S., directed that an account to be known as the Mackenzie King trust account be set up in the consolidated revenue fund and that the amount of \$225,000 be credited thereto. Interest computed in accordance with the terms of the act is to be credited to the account at the end of each fiscal year and charged to interest on public debt. The interest is to be used to assist in the maintenance of Laurier House which is to be preserved as a place of historic interest and also provide accommodation for study and research. Expenditures are to be made by the Dominion Archivist subject to the approval of the Governor in Council.

During 1965-66, interest amounting to \$10,125 was credited hereto. In accordance with section 3 (4) of the act, as authorized by P.C. 1959-16 /420, April 9, 1959, if the Dominion Archivist spends in any fiscal year less than the amount of interest earned by the trust account in the previous fiscal year, the unspent balance is to be returned at the end of the fiscal year to the consolidated revenue fund. Interest credited to this account in 1964-65 amounted to \$9,844 and expenditures in respect of the maintenance of Laurier House in 1965-66 were \$5,490, therefore an amount of \$4,354 was transferred to non-tax revenue — refunds of previous years' expenditures.

M-79 This account is provided for the recording of Ontario sales tax collected on behalf of the Ontario provincial government in connection with the sale of microfilm and reproductions.

M-80 This account reflects the liability for the money on deposit by parties interested in purchasing certain publications to ensure prompt delivery of acts, regulations, amendments and other printed matter as released.

The actual amount of material which is published cannot be accurately determined in advance and as a consequence a subscription deposit system was established to enable the Queen's Printer to ship promptly. Receipts amounted to \$316,661 and disbursements were \$311,280 during 1965-66.

M-81 This account reflects the liability for the money on deposit to the international organizations of which Canada is a member nation which, through agreements with the Queen's Printer, wish to have their publications distributed and sold through the Department of Public Printing and Stationery.

During the year payments amounting to \$95,742 were made to the international organizations and the amount of \$95,930 collected from sales. The balance in the account at March 31 represents the balance of sales owing the Council of Europe.

M-82 Under the terms of the Dry Docks Subsidies Act, c. 91, R.S., amounts deducted from subsidies payable to the Burrard Dry Dock Company Limited are credited to this account, to which interest at the rate of 3 per cent per annum is also credited and charged to interest on public debt. Interest amounted to \$5,112 in 1965-66. The moneys are to be used for the renewal of the pontoons in connection with the dry dock.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

Schedule M—*Continued*

Deposit and Trust Accounts—*Continued*

M-83 Under authority of P.C. 2965, October 4, 1939, the Department of Public Works took over from the Province of British Columbia for maintenance and operation the railway bridge at New Westminster, known as the Fraser River Bridge, the transfer being effective from December 1, 1939. All tolls collected from railways using the bridge are credited to this account. The cost of ordinary maintenance and operation is met from moneys voted by Parliament and such vote entitled "Roads and bridges — maintenance and operation" is recouped by charging this account. The balance remaining in the fund is held pending final settlement with the province.

Collections for use of the bridge in 1965-66 totalled \$182,592, made up of payments by the British Columbia Hydro and Power Authority \$24,899; Canadian National Railways \$131,109; and Great Northern Railway Company \$26,584.

The cost of ordinary maintenance and operation of the bridge in 1965-66 was \$110,674 of which \$66,621 was paid for salaries and \$44,053 for maintenance and repairs and was credited to the Department of Public Works vote 35. Total disbursements were \$132,985 in 1965-66.

M-84 This account was authorized under the provisions of the Royal Canadian Mounted Police Act, c. 54, 1959. All moneys received by personnel of the force in connection with the performance of their duties, over and above their pay and allowances, are deposited to the fund, and benefits are payable therefrom as directed by the Royal Canadian Mounted Police Rules and Regulations as authorized by P.C. 1960/379, March 24, 1960. Interest for the year ended March 31, 1966, amounting to \$2,761, was credited hereto by the Department of Finance. Securities held in trust in connection with this account amounted to \$82,100 and are recorded in a contra account under the asset category "securities held in trust". In addition to the credit balance in the fund indicated above, there was an amount of \$69,825 outstanding in loans issued from the fund for the benefit of members. Receipts for the year amounted to \$224,492 including interest \$2,761. Disbursements were \$226,167 for grants, loans and refunds of deposits.

M-85 This account was established to reduce adjustments in pay accounts. In accordance with T.B. 620389, dated January 30, 1964, regular uniform members of the force who are issued scale "A" kit, are entitled to a payment of \$6 monthly for the replacement of specified articles of kit, clothing and equipment.

The \$6 monthly allowance is credited to an account maintained for each member and all purchases made throughout the year are charged against the credits in the account. At the end of each fiscal year payments are made to each member for the amount of the credit balance in each account as at March 31. Total receipts amounted to \$413,672 and total disbursements were \$413,672.

M-86 P.C. 1965-13/812, May 6, 1965, authorized the Centennial Commission pursuant to the Centennial of Canadian Confederation Act to undertake a Centennial Voyageur Canoe Pageant at an estimated cost of \$350,000 as a joint project to be financed by federal, provincial and private sponsorship with the federal share at \$100,000 authorized on condition that the provincial and private shares be confirmed. This account was established in 1965-66 to record the receipt of funds received from provincial and private sponsorship and the proper expenditure of same on this project. During the current fiscal year, there were no disbursements from this account and receipts were \$26,000.

M-87 Under a Deed of Gift of the late J. Dazell McKee securities to the value of \$1,000 were held in trust by the department. Revenue derived therefrom is credited to this account and used to defray certain expenses in connection with the annual award of the McKee trophy to the individual who is considered by the Minister, upon recommendation of the selection committee, to have made the most outstanding contribution toward the advancement of Canadian aviation. During the current fiscal year the account was transferred from the Department of National Defence to the Department of the Secretary of State and the trophy was withdrawn from further presentation and was retired to its present place of honour in the National Aviation Museum.

M-88 To this account which was established under authority of vote 578, Appropriation Act No. 2, 1953, are credited gross earnings of inmates, the corresponding charge being to a parliamentary appropriation (Department of Justice vote 10, Operation and maintenance of penitentiaries). Canteen purchases by inmates and payment of accrued earnings at time of discharge are debited to this account. Gross earnings of inmates credited to this account during the year were \$336,175. Canteen purchases and payments at time of discharge during the year were \$299,345.

M-89 Unclaimed moneys owing to deceased inmates whose next of kin cannot be located, or discharged inmates whose whereabouts are unknown are credited to this account. Total moneys credited during the year were \$366 and disbursements \$55.

M-90 Under the terms of an agreement between the Canadian Penitentiary Service and the Province of Quebec, Department of Education, with the purpose of giving to inmates of certain institutions administered by the Canadian Penitentiary Service courses to obtain Grade 7 (pre-employment), the Province of Quebec provides course program, stationery, supplies, books and funds for the employment of teachers and lecturers.

This account was established during 1965-66 and is credited with moneys received for this purpose from the Province of Quebec and debited with payments to teachers and lecturers. Receipts from the Province of Quebec during the year were \$4,515 and disbursements \$4,282.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule M—Continued

Deposit and Trust Accounts—Continued

- M-91** This account is credited with provincial sales tax, on sales by the Canadian Penitentiary Service, less the commission allowed to vendors, and debited with payments to the provinces. During the year credits were \$4,027 and payments \$3,940.
- M-92** This account represents funds made available by Atomic Energy of Canada Limited to provide for expenditures incurred by the exhibitions branch, Department of Trade and Commerce, for exhibits and displays. Gross debits amounted to \$28,542 and gross credits amounted to \$28,366.
- M-93** P.C. 1965-24/1834, October 18, 1965, authorized the department to act on behalf of the Canadian Overseas Telecommunication Corporation in site preparation and power supply for two radome ground stations at Mill Village, N.S.
The Canadian Overseas Telecommunication Corporation provided \$10,000 to defray the costs incurred by the department and expenditures totalled \$3,549.
- M-94** In this account are recorded amounts received and disbursed within the authority of the Canadian Vessel Construction Assistance Act, c. 43, R.S., as amended, which is administered by the Canadian Maritime Commission. Under this act owners of vessels who have claimed special depreciation allowances under the Income Tax Act are permitted, when such vessels are disposed of, to deposit the amount otherwise payable under the Income Tax Act with the Canadian Maritime Commission. For a period of 7 years thereafter these funds may be used for replacement under conditions satisfactory to the Canadian Maritime Commission. If not so used in this period, the deposit is then paid to the Receiver General of Canada.
During the current year \$12,021,414 was deposited to this account and \$5,517,751 was released to the ship owners.
- M-95** In this account are recorded amounts deposited with the department as guarantees for wharfage charges, radio tolls, damages to government properties, etc. Cash deposits are credited to this account but interest is not allowed. In the current year deposits amounted to \$15 and disbursements were \$465.
- M-96** Under the authority of c. 22, Statutes of 1907 and amendments, the fund was established for the purpose of providing retiring allowances for railway employees who are retired on account of old age, physical or mental infirmity, and other causes. The fund was credited with (a) employees' contributions (1½ per cent of their monthly salary or wages); (b) an annual contribution not exceeding \$100,000 by the Canadian National Railways, together with a special contribution, as authorized by the Canadian National Railways Financing and Guarantee Act, c. 12, 1941, to offset the deficit, and (c) federal government contributions (see Department of Transport vote 25) charged to the vote provided by Parliament, making a total of \$6,938,137 credited to this account. Payments of retiring allowances and administration expenses amounting to \$6,941,360 were debited hereto.
- M-97** Under authorities of P.C. 1964-1416, September 10, 1964, and P.C. 1965-676, April 13, 1965, agreements were executed between the United States and Canadian Governments, the department undertook to act as agent for the United States Coast Guard in the construction, maintenance and operation of the Loran-C transmitter station and its associated monitor control station in the vicinity of Cape Race, Newfoundland.
During the year the United States Coast Guard provided \$2,743,029 to defray the costs incurred by the department and expenditures totalled \$2,695,277.
- M-98** These accounts are maintained in accordance with section 23 of the National Harbours Board Act.
Current revenues are credited to special account No. 1, and expenditures for capital, operating and maintenance are charged thereto.
Cash and securities received from contractors as guarantee for the satisfactory completion of construction projects are credited to special account No. 2 and released in accordance with Treasury Board regulations covering the holding and disposition of securities. Securities are recorded in a contra account under the asset category "securities held in trust".
Transactions in respect of the various reserve funds for the replacement of fixed assets, fire and general insurance, general workmen's compensation, and other miscellaneous funds are recorded in special account No. 3.
- M-99** To this account are credited the collections made by the federal government at Gander Airport on behalf of the provincial government under the Newfoundland Social Assessment Act, 1949. This account is debited with payments to the province and with a commission of 3 per cent of collections earned by the department which are credited to revenue. In the current year payments amounted to \$2,116 and contributions were \$2,267.
- M-100** Unpaid wages of members of ships' crews who have been lost at sea as well as amounts due for loss of personal effects were credited to this account pending direction as to payees. The account was credited with \$6,086 during the current year and payments totalled \$6,534.
- M-101** This endowment fund was provided to encourage amateur aviation in Canada by awarding an annual medal to the winner of the John Webster trophy for presentation in perpetuity. Since no medals were awarded in recent years the trophy was retired and the account was liquidated in the current year. The trophy and securities held in trust in connection with the account were returned to the heirs of the estate.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule M—Concluded

Deposit and Trust Accounts—Concluded

M-102 The Army Benevolent Fund Act, c. 10, R.S., as amended, directs, *inter alia*, that: (a) there shall be set up in the consolidated revenue fund a special account called the army benevolent fund; (b) certain canteen profits and other funds shall be credited to the Receiver General of Canada; (c) such funds shall be deemed to have been received by Her Majesty in trust for the purpose of this act; (d) the Receiver General shall credit the fund semi-annually with interest at the rate of 4½ per cent per annum on the minimum monthly balances to the credit of the fund; (e) there shall be constituted a board to be called "The Army Benevolent Fund Board" to authorize payment out of the fund to, or for the benefit of, veterans or their dependents or the widows, children or other dependents of deceased veterans of such amounts as the board may from time to time determine; (f) the Auditor General shall examine the accounts of the board annually and shall examine accounts of committees quarterly; and (g) the board shall submit an annual report of its affairs and operations to the Minister who shall forthwith lay the report before Parliament. Securities held in trust in connection with this account amounted to \$256,150 and are recorded as a contra account under the asset category "securities held in trust". Gross debits amounted to \$3,097,850 and gross credits amounted to \$2,923,685, including interest of \$235,478 which was changed to interest on public debt.

M-103 This fund is under the jurisdiction of the Canadian Pension Commission. Moneys held in this account include: (a) pensions placed under administration of the Canadian Pension Commission; (b) donations, legacies, gifts, bequests, etc., received by the commission for the use of pensioners or dependents in distressed circumstances; (c) the detention allowances fund—Canadian seamen. Gross debits amounted to \$3,758,102 and gross credits amounted to \$4,429,091.

M-104 Regulations in respect of the service estates of deceased members of the armed forces, who died while receiving hospital treatment or institutional care under the control or direction of the department, were established by P.C. 2279 of June 13, 1947. The proceeds of the estates are credited to this fund, in which individual accounts are maintained and from which payments are made to beneficiaries on departmental authorization. Gross debits amounted to \$39,063 and gross credits amounted to \$14,949.

M-105 Moneys held in this account include: (a) war service gratuities (world war 1) held by the department for mental, tubercular and other long treatment cases or for men whose whereabouts are unknown; (b) profits of canteens operated in various departmental institutions, which are used for the benefit of patients; (c) donations, legacies, gifts, bequests, etc., received by the department to be disbursed for the benefit of patients in departmental institutions; (d) personal funds of patients in departmental institutions; (e) war service gratuities paid under the War Service Grants Act, c. 289, R.S., as amended, and held by the department for men while under treatment; (f) proceeds of returned soldiers and veterans insurance policies amounting to \$33,284 which, because of the death of policyholders, have become payable to minor beneficiaries. Interest of \$699 was credited at the post office savings bank rate and was charged to interest on public debt.

Also included in the account are amounts derived from re-establishment credits as authorized by section 12 (h) of the act, which provides that such amounts may be used for "payment of premiums under any insurance scheme established by the Government of Canada". Where a veteran exercised this option, the amount required to effect annual payments on the insurance scheme selected is withdrawn from his re-establishment credit account and credited to this fund. As payments become due, transfer of the appropriate amount is made to the designated fund. Gross debits amounted to \$7,649,325 and gross credits amounted to \$7,523,494.

M-106 P.C. 2048 of May 6, 1948, as amended by P.C. 2182 of July 6, 1949, sets up the regulations respecting the medical treatment and maintenance of veterans' care cases and the section dealing with these cases reads as follows: "The veteran shall, if required, pay to the department for administration while receiving veterans' care, pension and other income and resources to which he may be entitled; and that from any balance remaining after providing for a trust fund and comforts and clothing, the department may apply towards the cost of maintenance a sum not exceeding \$120 per month, provided that any pension paid to the department in respect of dependents shall be utilized for the benefit of such dependents and that such other pension and any other income and resources be applied in accordance with a scale set by the Minister and approved by the Treasury Board". Gross debits amounted to \$2,122,469 and gross credits amounted to \$2,392,053.

M-107 Section 16A(3) of the Veterans Land Act authorizes this special account in the consolidated revenue fund to which shall be credited an amount of fifty thousand dollars and all amounts received from veterans in repayment of insurance premiums paid out of this account on their behalf by the Director. Gross debits amounted to \$50,321 and gross credits amounted to \$2,927, leaving a nil balance in the account as at March 31, 1966.

M-108 Credits consist mainly of initial and excess payments by veterans and civilian purchasers as provided under the act, which are held pending approval of sales. Other items included are veterans' sales proceeds held pending re-disbursement on their present or second establishment, insurance fire loss proceeds to pay for restoration of fire damage and moneys sent in by veterans and civilian purchasers to be held for payment of taxes and insurance and other related items. Gross debits amounted to \$14,733,260 and gross credits amounted to \$17,277,968.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

SCHEDULE N

Annuity, Insurance and Pension Accounts

- N- 1 Under the Crop Insurance Act, c. 42, 1959, as amended, the Government of Canada was empowered to enter into an agreement with the government of any province to provide contributions and loans in respect of crop insurance.

Section 4A of the act provides authority to establish in the consolidated revenue fund an account to be known as the crop reinsurance fund, to credit this account with all moneys paid by the provinces for the purpose of reinsurance and to charge this account with all moneys paid to the provinces under the terms of the reinsurance agreement. During the year credits to the fund were \$249,208 and charges debited to the fund were nil.

- N- 2 The public service death benefit account came into operation on January 1, 1955 under authority of Part II of the Public Service Superannuation Act, c. 47, 1952-53, as amended. A statement of the transactions in the account during the current fiscal year is shown as an appendix to section 15 of volume II of this report.

- N- 3 The public service superannuation account is operated under the Public Service Superannuation Act, c. 47, 1952-53, as amended, which was proclaimed to come into effect January 1, 1954. A statement of the transactions in the public service superannuation account during the current fiscal year is shown as an appendix to section 15 of volume II of this report.

- N- 4 Contributions are made to the fund in the form of monthly deductions from the salaries of certain prevailing rate or seasonal and certain other employees. Other credits are the accrual of interest at the rate of 4 per cent per annum on the balance to the credit of each contributor, the offsetting charge being to interest on public debt. Debits represent payment of the amounts to the employees' credit upon resignation or death, or, if they become contributors to the public service superannuation account, transfers to that account.

- N- 5 In this account are recorded transactions in connection with insurance contracts made under authority of the Civil Service Insurance Act, c. 49, R.S. Entering into contracts was discontinued in 1954-55 pursuant to section 51(2) of the Public Service Superannuation Act, c. 47, 1952-53, as amended.

Credits to the fund comprised premiums of \$382,333 and an amount of \$544,486 (charged to budgetary expenditure) which represents an adjustment to bring the balance in the fund into agreement with the actuarial valuation as at March 31, 1965. Debits amounted to \$997,782 and comprised payment of death benefits, \$810,847, cash surrender value of \$119,293 and annuities of \$67,642.

- N- 6 Vote 181, Appropriation Act No. 1, 1961 and P.C. 1961-1345, September 21, 1961, authorized the establishment of this pension account for annuities agents. Credits during the year totalled \$47,918 and consisted of agents' contributions \$10,798, the government's contribution \$33,700, and interest amounting to \$3,420 for the fiscal year, at the rate of 4 per cent per annum, credited quarterly by the Department of Finance. Payments from the account amounted to \$8,268.

- N- 7 The Government Annuities Act, c. 132, R.S., provides that an account shall be kept, to be called the government annuities account, of all moneys received and paid out under the provisions of the act. Credits amounting to \$77,673,239 consisted of: premiums \$27,618,920; interest at 4 per cent per annum on contracts entered into to April 18, 1948, and from March 31, 1957 to March 31, 1964, \$40,141,253; interest at 3 per cent per annum on contracts for the period April 19, 1948 to March 31, 1952, \$2,523,819; interest at 3½ per cent on contracts issued from April 1, 1952 to March 31, 1957 inclusive, \$6,142,350; interest at 5¼ per cent per annum on immediate annuity contracts issued from April 1, 1964, \$321,039; interest at 5 per cent per annum on contracts issued from April 1, 1964, \$919,785; and reclaimed annuities of \$6,073; debits comprised vested annuity and commuted value payments and refunds of premiums \$62,228,420; and an amount of \$1,501,684 transferred to non-tax revenue—miscellaneous, representing the amount of the fund in excess of the valuation of annuities outstanding as at March 31, 1966. The closing balance represented the actuarial value of outstanding contracts.

- N- 8 The Members of Parliament Retiring Allowances Act, c. 329, R.S., as amended, was assented to on July 4, 1952, and came into effect on November 20, 1952. It provided pensions for members who have contributed or elected to contribute in respect of sessions in more than two Parliaments. As a result of further amendments to the Act in 1963, allowances are also available to the widows of members.

Credits to this account consist of (a) contributions reserved from current indemnities based on the full amount paid; (b) contributions for prior sessions where members elect to pay arrears, and interest on the arrears; (c) interest and mortality insurance on any unpaid balance, based on Canada Life Tables; (d) contributions by the government of an amount equal to contributions paid or which have become payable in the fiscal year; and (e) interest at the rate of 4 per cent per annum, credited monthly by the Department of Finance. Debits consist of payments of annual allowances and withdrawal allowances.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

Schedule N—*Continued*

Annuity, Insurance and Pension Accounts—*Continued*

Under authority of an act to make provision for the retirement of members of the Senate, c. 4, Statutes of 1965, assented to June 2, 1965, the Governor in Council may grant to a senator an annuity equal to two thirds of his sessional indemnity, to commence at the time his resignation takes effect and to continue during his natural life.

Annuities are also available to widows of senators.

Credits to this account consist of (a) contributions reserved from the sessional indemnities of senators, (b) contributions by the government of an amount equal to contributions paid, (c) interest at the rate of 4 per cent per annum credited monthly by the Department of Finance. Debits consist of payments and annuities and withdrawal of allowances.

Transactions in the account during the year are shown as an appendix to section 23 in volume II of this report.

- N-10 This account pertains to the Canadian Forces Superannuation Act which replaced Part V of the Defence Services Pension Act and is credited with: (a) current and arrears personal pension contributions; (b) amounts previously credited to non-tax revenue on account of contributions of personnel formerly under the Defence Service Pension Continuation Act who subsequently elected to transfer to the Canadian Forces Superannuation Act; (c) government contributions; and (d) interest at 4 per cent per annum on quarterly balances in the account. It is charged with pensions, allowances, gratuities and refunds of contributions.

During the current fiscal year gross credits to the account were \$193,033,114 and gross debits were \$36,945,752.

Statements showing the transactions in the Canadian forces superannuation account are shown as an appendix to section 26 in volume II of this report.

- N-11 Part II of the Public Service Superannuation Act c. 47, 1952-53, as amended, which came into effect January 1, 1955, provides for payment of supplementary death benefits to members of the regular forces except those who were members on July 1, 1954, and elected not to become participants on or before November 1, 1954. It also provides that regular force participants who having been members of the regular forces substantially without interruption for 5 years or more and who cease to be members of the regular force, may, within 30 days after that time elect to continue to be participants. The account is authorized to be credited with: (a) contributions by participants; (b) government's contribution (one sixth of benefits paid in respect of participants who, at the time of death were members of the regular forces or who were elective regular force participants to whom pensions were payable under the Canadian Forces Superannuation Act or the Defence Services Pension Continuation Act); (c) single premiums payable by the government in respect of regular force participants who become entitled to a basic benefit of \$500 without contribution; and (d) interest. It is authorized to be debited with: (a) benefits paid in respect of participants who, at the time of death were members of the regular forces or who were elective regular force participants to whom pensions were payable under the Canadian Forces Superannuation Act or the Defence Services Pension Continuation Act; (b) benefits paid in respect of elective regular force participants to whom pensions were not payable under the Canadian Forces Superannuation Act or the Defence Services Pension Continuation Act upon their retirement from the regular forces; and (c) portion of benefit payable for which a single premium has been paid by the government.

During the current fiscal year gross credits to the account were \$2,732,249 and gross debits were \$1,025,300.

Statements showing the transactions in the regular forces death benefit account are shown as an appendix to section 26 in volume II of this report.

- N-12 The Canada Pension Plan Act, 1965, which became effective January 1, 1966, provides for payment of retirement pensions commencing January, 1967; survivors benefits in February 1968 and disability pensions from May, 1970. The account is authorized to be credited with (a) all amounts received under this act as or on account of contributions or otherwise; (b) interest received from securities of the Canada pension plan investment fund, short term notes, from the average daily operating balance; (c) the share of payments by the Canada pension plan made in accordance with an agreement with a province providing a comprehensive pension plan; (d) receipts in accordance with reciprocal agreements with other countries; and (e) the sale of short term notes. It is authorized to be debited with (a) all amounts payable under this act as or on account of benefits or otherwise; (b) all amounts paid in accordance with an agreement with a province providing a comprehensive pension plan that are required to be charged to the Canada pension plan account; (c) payments that are required to be charged to the Canada pension plan account in accordance with reciprocal agreements with other countries; (d) the costs of administration of this act, under the authority of Parliament; and (e) the purchase of short term notes.

During the fiscal year, gross credits to the account were \$94,917,062 and gross debits \$5,511,208. A statement showing details of revenue and expenditure is given in section 4 of this report.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule N—Continued

Annuity, Insurance and Pension Accounts—Continued

N-13 The Old Age Security Act, c. 200, R.S., as amended, which came into effect January 1, 1952, provides for a monthly pension of \$75 to persons seventy years of age or over who meet certain residence requirements, and for the progressive lowering of the age at which the pension becomes payable, namely, in 1966 to persons sixty-nine and over, in 1967 to persons sixty-eight and over, in 1968 to persons sixty-seven and over, in 1969 to persons sixty-six and over, and in 1970 to persons sixty-five and over. Once having qualified, a pensioner may leave Canada and receive pension payments outside the country for a period of six months, exclusive of the month of departure. In the case of a pensioner who has resided in Canada for at least twenty-five years subsequent to attaining the age of twenty-one, payment outside of Canada may continue indefinitely. Pensions paid under the Old Age Security Act are paid out of the consolidated revenue fund and charged to the old age security fund. Credited to the old age security fund are amounts equal to the following taxes which are imposed under the Old Age Security Act; (a) a sales tax of 3 per cent; (b) a personal income tax of 4 per cent, not to exceed \$120 per annum; and (c) a tax of 3 per cent on corporate profits. If the Minister of Finance is of the opinion that the balance in the old age security fund is or will be less than the amount required to pay the pensions payable under the act, he may direct that amounts be credited to the fund by way of temporary loans. The amounts of such loans are to be charged to the fund by way of repayment at such time as the Minister of Finance may direct.

Details of transactions in the old age security fund follow:

	Debit	Credit
Income taxes —		
Individual.....		494,900,000
Corporation.....		152,250,000
Sales tax.....		522,085,844
Temporary loans (net) to the fund under authority of Sec. 11,		
Old Age Security Act.....	24,953,515	
Old age security payments.....	927,299,487	
Balance, March 31, 1966.....	216,982,842	
	<u>\$1,169,235,844</u>	<u>\$1,169,235,844</u>

N-14 This fund pertains to Part IV of the Royal Canadian Mounted Police Pension Continuation Act, c. 34, 1959, s. 31, whereby a widows' and dependents' pension fund is maintained by 5 per cent contributions thereto from the pay of members of the force other than commissioned officers. Credits consist of contributions \$384,770, interest for the year ended March 31, 1966, credited hereto by the Department of Finance \$294,471 and interest collected from contributors in respect of delayed payments \$650. Debits are withdrawals of contributions \$311,102 and pensions to dependents \$75,123.

N-15 This account pertains to Part I of the Royal Canadian Mounted Police Superannuation Act, c. 34, 1959. A statement showing the transactions in this account is shown as an appendix to section 39 in volume II of this report.

Further payments to certain persons in receipt of pensions under Part I of the Royal Canadian Mounted Police Superannuation Act were made under authority of the Public Service Pension Adjustment Act, c. 32, 1959 — see section 15 in volume II of this report.

N-16 Under authority of Part VI of the Canada Shipping Act, c. 29, R.S., as amended, each pilotage authority shall, within its district, have power, by by-laws confirmed by the Governor in Council, to make certain regulations relative to the conducting of the pilotage business of the district, said regulations to provide for the establishment of a fund for the relief of superannuated licenced pilots, or of their wives, widows or children, provided that the rate of contributions to such fund shall not be less than 5 per cent of the pilot's earnings. The rates of contribution at the present time are: Halifax, 5 per cent; Sydney, 16 per cent; Saint John, 14 per cent; Montreal, 10 per cent; British Columbia, 10 per cent. The account was credited with \$1,159,883 during the fiscal year and debits amounted to \$644,995. Securities held in trust in connection with these accounts amounted to \$5,114,300 and are recorded as a contra account under the asset category "securities held in trust".

N-17 The following summary provides further information:

	Cr. balance Mar. 31, 1966	Cr. balance Mar. 31, 1965	Net increase or decrease (—)
Unemployment insurance fund.....	162,131,938	58,273,357	103,858,581
Less—Investment in bonds and accrued interest.....	—148,560,668	—43,991,650	—104,569,018
Liability of the government to the Unemployment Insurance Commission.....	<u>\$ 13,571,270</u>	<u>\$ 14,281,707</u>	<u>\$ —710,437</u>

The balance of \$13,571,270 represents funds on deposit with the Government of Canada by the Unemployment Insurance Commission. See appendix to section 44 in volume II of this report for the balance sheet of the unemployment insurance fund as at March 31, 1966 and statement of receipts and disbursements for the year ended March 31, 1966.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

Schedule N—*Concluded*

Annuity, Insurance and Pension Accounts—*Concluded*

- N-18 This account is maintained in connection with the provision of the Returned Soldiers Insurance Act, c. 54, 1920, as amended, which relates to life insurance for veterans of world war 1. The account was credited with the amount received as premiums and an amount of \$373,851 (charged to budgetary expenditure) representing an actuarial liability adjustment as at March 31, 1965 and debited with disbursements for death benefits and cash surrender values. The final date on which application for this insurance might be received was August 31, 1933. Gross debits amounted to \$1,031,115 and gross credits amounted to \$439,102.
- N-19 This account is maintained in connection with the provisions of the Veterans Insurance Act, c. 279, R.S., as amended, which relates to life insurance for veterans of world war 2. The account was credited with the amount received as premiums and an amount of \$717,135 (charged to budgetary expenditure) representing an actuarial liability adjustment as at March 31, 1965 and debited with disbursements for death benefits and cash surrender values. Gross debits amounted to \$2,138,261 and gross credits amounted to \$3,234,178.
- N-20 This fund was established under authority of P.C. 116 /9745, December 27, 1943, as amended, to provide for fire insurance on purchased properties to date of resale. There were no fire losses during the fiscal year 1965-66.
- N-21 The Veterans Land Act, c. 280, R.S., as amended by c. 66, 1953-54, section 56, provides for the establishment of the veterans land act insurance account. Upon satisfactory completion of each construction contract, the Director is repaid his cost by Central Mortgage and Housing Corporation from the proceeds of a mortgage as well as one eighth of the insurance fee that has been included in the amount of such mortgage which the Director will credit to this account. If the Director suffers losses on the sales of properties as a result of the construction not being satisfactorily completed by the veteran contractor, the amount of such losses is chargeable to this account. Gross credits amounted to \$2,093.

SCHEDULE O

Undisbursed Balances of Appropriations to Special Accounts

- O- 1 This account was established under Department of External Affairs vote 33d, Appropriation Act No. 2, 1965, for payment of economic, technical and educational assistance to developing countries and for special administrative expenses in connection therewith, including authority to engage advisers or experts for service in the said developing countries and to provide educational and technical training for persons from the said countries, in accordance with regulations prescribed by the Governor in Council.

The unexpended balance of \$31,967,684 as at March 31, 1966 in sub-vote "international development assistance" of Department of External Affairs vote 35, main estimates, was transferred to this account under authority of vote 35e, Appropriation Act No. 4, 1966. During the fiscal year expenditures amounted to \$35,531,969, leaving a balance of \$78,680,494 in the account as at March 31, 1966.

A statement showing the transactions in the account is included as an appendix to section 14 in volume II of this report.

- O- 2 Section 16 (1) of the National Capital Act, c. 37, 1958, established this fund and provided that the balance of the national capital fund established pursuant to Appropriation Act No. 4, 1947-48 be credited thereto. As at March 31, 1966, \$73,165,500 has been credited to the fund including \$12,100,000 credited in the current year and charged to Department of Public Works vote 65. Advances made to the commission out of the fund to date were \$71,540,000 including \$10,900,000 in the current year, leaving a balance of \$1,625,500.
- O- 3 Section 8(1) of the National Gallery Act, c. 186, R.S., provides for a special account in the consolidated revenue fund called the national gallery purchase account to which any money appropriated by Parliament in any fiscal year for the purpose of acquiring works of art is to be credited and from which expenditures may be made in that or any subsequent fiscal year for the acquisition of works of art including any costs in connection therewith. An amount of \$692,900 provided through National Gallery of Canada vote 1 was credited hereto and expenditures totalled \$739,680. (See also appendix to section 28 in volume II of this report).
- O- 4 Section 12 (1) of the National Library Act, c. 330, R.S., provides for a special account in the consolidated revenue fund called the national library purchase account to which any money appropriated by Parliament in any fiscal year for the purpose of acquiring books for the National Library is to be credited and from which expenditures may be made in that or any subsequent fiscal year for the acquisition of books, including any costs in connection therewith. An amount of \$100,000 provided through National Library vote 5 was credited hereto. Expenditures during 1965-66 for acquisition of books, including costs in connection therewith, were \$117,477.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—Continued

Schedule O—Concluded

Undisbursed Balances of Appropriations to Special Accounts—Concluded

- O- 5 This fund was established under authority of section 10 of the Centennial of Canadian Confederation Act, c. 60, 1961, as amended, which provides that amounts appropriated by Parliament for the purposes of the fund shall be credited thereto. Payments from the fund will be for the purpose of making grants to any province or to any organization, the objects of which are similar to the objects of the commission, for the observance of the Centennial of Confederation of Canada.

The commission may, if it sees fit, accept any property by way of gift, bequest or devise and may, notwithstanding anything in this act, expend, administer or dispose of any such property for the purpose of this act subject to the terms if any, upon which such property was given, bequeathed or devised to the commission.

This fund was established by Privy Council vote 55, Special Appropriation Act 1963, in the amount of \$1,000,000 and was increased by Privy Council vote 55, Appropriation Act, No. 5, 1963 by an amount of \$2,000,000. Privy Council votes 30 and 30a, Appropriation Acts, Nos. 1 and 6, 1964, respectively, increased the fund to \$7,000,001. The fund was further increased this year by Secretary of State vote 35 as follows:

Vote 35 Payment to the centennial of confederation fund to enable grants to be made to the provinces for local projects of a lasting nature (the total of such grants made from the said fund not to exceed \$18,935,000) and to enable grants to be made to the provinces for projects included in the federal-provincial confederation memorial program.....	\$ 9,000,000
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Payments out of the fund during this year amounted to \$4,468,985.

- O- 6 This fund was established under authority of section 265 of the Railway Act, c. 234, R.S., as amended, which provides that "sums heretofore and hereafter appropriated and set apart to aid actual construction work for the protection, safety and convenience of the public in respect of crossings shall be placed to the credit of a special account to be known as the railway grade crossing fund".

The sums are to be applied by the Board of Transport Commissioners solely towards the cost, not including maintenance and operation, of work actually done in respect of existing crossings at rail level; of reconstruction and improvement of grade separations at crossings in existence on June 28, 1955, and of placing reflective markings on the sides of railway cars.

The total amount that may be applied during the nine-year period from January 31, 1958, towards the cost of (a) placing reflective markings on the sides of railway cars shall not exceed 80 per cent of such cost; (b) in the case of a crossing at rail level the aggregate of 80 per cent of the cost (except for relocation of a public utility plant that is part of the work) or \$500,000 for any one crossing whichever is the lesser and 80 per cent of the cost of such relocation; and (c) in the case of reconstruction and improvement of a grade separation, the aggregate of 50 per cent of the cost of the work (except the relocation of a public utility plant that is part of the work) or \$250,000 for any one crossing, whichever is the lesser, and 50 per cent of the cost of such relocation.

Under the provisions of the act any amount to the credit of the fund, together with the sum of \$5,000,000 which is to be appropriated in each fiscal year, is to be applied towards the cost of work actually done in respect of crossings.

In addition a further sum of \$9,000,000 was credited to the fund during the current fiscal year (see Department of Transport vote 82) as a special contribution for the general purposes of the fund and to provide for an increased number of applications for railway grade separation projects.

Authority was granted to the board under Department of Transport vote 83b of the 1965-66 estimates to make payments from the fund of an amount not exceeding \$2,000,000 towards the cost of any relocation of the Canadian Pacific Railway line in Sault Ste. Marie Ontario. No payments were made in this regard during the current year.

No amount shall be applied unless a crossing has been in existence at least three years prior to the making of the order by the board.

During the current year the fund was credited with a sum of \$14,000,000 and debited with expenditures amounting to \$9,859,905.

Outstanding commitments as at March 31, 1966 amounted to \$44,076,882.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

SCHEDULE P

Deferred Credits

- P- 1 This is the offsetting credit for an amount included in the asset account under schedule F "loans to, and investments in, Crown corporations".
- P- 2 *Canadair Limited*—This account was set up to record the deferred revenue from the sale of Crown-owned land, buildings, machinery and equipment as shown in active assets under schedule H "other loans and investments". As a payment is received and credited to the active asset, an entry is made to charge this account and to credit non-tax revenue—proceeds from sales. \$569,099 was received during the year.
- P- 3 *DeHavilland Aircraft of Canada Limited, Malton Division* (formerly Avro Aircraft Limited)—This account was set up to record the deferred revenue from the sale of Crown-owned machine tools and equipment as shown in active assets under schedule H "other loans and investments". As a payment is received and credited to the active asset, an entry is made to charge this account and to credit non-tax revenue—proceeds from sales. \$232,015 was received during the year.
- P- 4 *Hawker-Siddeley Canada Limited, Orenda Engines Division* (formerly Orenda Engines Limited)—This account was set up to record the deferred revenue from the sale of Crown-owned machine tools and equipment as shown in active assets under schedule H "other loans and investments". As a payment is received and credited to the active asset, an entry is made to charge this account and to credit non-tax revenue—proceeds from sales. \$834,907 was received during the year.
- P- 5 *Renfrew Aircraft and Engineering Company Limited*—This account was set up to record the deferred revenue from the sale of Crown-owned land and buildings as shown in active assets under schedule H "other loans and investments". As a payment is received and credited to the active asset, an entry is made to charge this account and to credit non-tax revenue—proceeds from sales.
- P- 6 This account was set up to record the deferred revenue from the government equity in the agency account of Crown Assets Disposal Corporation as shown in active assets under schedule H "other loans and investments". Gross debits amounted to \$19,193,629 and gross credits to \$18,676,302.
- P- 7 This is the offsetting credit for an amount included in the asset account under schedule G "loans to national governments".
- P- 8 This is the offsetting credit to the asset account "United Kingdom, deferred interest, United Kingdom Financial Agreement Act" recorded in the asset category "loans to national governments" (schedule G).
- P- 9 This account was set up to record the unamortized premium on loans CT21 and CT23. The premium is to be amortized over the length of the loans and amounts to \$1,337,500. During the current fiscal year debits to this account were \$180,357 which was used to reduce the interest on the public debt. The residual in this account represents the balance to be credited to interest on public debt in future years.
- P-10 This is the offsetting credit for amounts included in the asset accounts under schedule H "other loans and investments—loans to provinces".
- P-11 This is the offsetting credit for amounts included in the asset accounts under schedule F "loans to, and investments in, Crown corporations".
- P-12 This is the offsetting credit to the asset account "deferred interest—The St. Lawrence Seaway Authority" recorded in schedule F "loans to, and investments in, Crown corporations".

SCHEDULE Q

Suspense Accounts

- Q- 1 Receipts which cannot be allocated immediately are credited to this account pending clearance to the proper accounts.
- Q- 2 Deductions from the salaries or wages of certain employees not paid by central pay office are credited to this account pending transmittal to the department or agency concerned.
- Q- 3 This is a contra account to advances to employees re diplomatic service (special) superannuation account and the Canada/Quebec pension plans shown under schedule H "other loans and investments", covering dual contributions under the Diplomatic Services (Special) Superannuation Act and the Canada/Quebec pension plans pending legislation to adjust.
- Q- 4 Contributions withheld from the pay of civil servants, members of the regular forces and the Royal Canadian Mounted Police, as well as employees of crown companies and contributions paid personally by participants who may be on loan to outside organizations all of whom are serving outside Canada are credited to this account. Payment of the claims from individuals for hospital expenses incurred outside Canada or in Canada immediately following return and payments for hospitalization provided in service hospitals on behalf of participants are debited hereto. During the current fiscal year contributions amounted to \$688,857 and payments were \$468,911.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

Schedule Q—*Continued*

Suspense Accounts—*Continued*

- Q- 5 Credits to this account represent incomplete subscriptions to victory loans 1917 to 1919 inclusive and 1941 to 1945 inclusive and to Canada savings bonds 1946 to 1964 inclusive.
- Q- 6 Unclaimed matured bonds which cannot be delivered are cancelled and the value, including that of any interest coupons, is credited to this account. Disbursements are made to the owners of such bonds upon application.
- Q- 7 Deductions made from salaries of Ontario residents, who are paid through central pay office, are credited to this account pending transmittal to the Ontario Hospital Commission.
- Q- 8 This account records the estimated amount of the prorated provision to March 31, 1966 for the premium due at maturity on the then outstanding 1959 series of Canada savings bonds.
- Q- 9 Deductions from the salaries of employees who are paid through central pay office and who have elected to come under the federal group surgical-medical insurance plan are credited to this account pending transmittal to the insurance companies participating in the plan. During the current fiscal year deductions from salaries amounted to \$6,663,246 and \$6,662,187 was transmitted to the participating insurance companies.
- Q-10 All cheques except those drawn against asset and liability accounts, which remain undelivered for a certain period subsequent to date of issue, are credited to this account pending claims therefor. In 1965-66 an amount of \$165,392 representing cheques unclaimed for ten years or more was transferred to non-tax revenue—miscellaneous.
- Q-11 The chartered banks of Canada submit semi-annually to this department lists of outstanding drafts on government accounts. These drafts which cannot be identified are credited to this account pending information as to the department or service concerned. Clearance is made upon receipt of such information. In 1965-66 an amount of \$75 representing drafts unclaimed for ten years or more was transferred to non-tax revenue—miscellaneous.
- Q-12 To this account is credited the value of war savings certificates and stamps which are returned to the Bank of Canada for various reasons. When owners are located or identified disbursements are made.
- Q-13 When called bonds are presented for payment with coupons for the period subsequent to the date of call detached, the amount of the missing coupons is withheld from the redemption settlement to the bondholder and credited to these accounts. When the coupons are located or presented for payment, the adjustments by payment or transfer are debited hereto.
- Q-14 Section 11 of the National Defence Act, c. 184, R.S., as amended, provides that the Governor in Council may authorize the Minister to deliver to any department or agency of the Government of Canada any materiel that has not been declared surplus and that is not immediately required for the use of the Canadian forces or the Defence Research Board or for any other purposes under this act, for sale to such countries on such terms as the Governor in Council may determine. The proceeds of such sales are to be paid into a special account in the consolidated revenue fund and, subject to the approval of the Governor in Council, shall be used for the procurement of materiel; and payments out of the special account shall be made by the Minister of Finance on the requisition of the Minister of National Defence. Proceeds of such sales amounting to \$1,101,556 were credited to the account and this amount represents gross credits for the fiscal year. Charges totalling \$1,033,692 representing gross debits for the current year were classified as follows: army, \$1,033,692—spare parts and accessories for armoured fighting vehicles.
- Q-15 This account was established in the current fiscal year under authority of Department of National Defence vote 48, Appropriation Act No. 1, 1966. It is authorized to be credited with: (a) all revenues received during the current and subsequent fiscal years from the sale of surplus materials, supplies and equipment; and (b) revenues received during the current and subsequent fiscal years from the sale during the current year of surplus buildings, works and land not exceeding an aggregate amount of \$5,000,000. Expenditures during the current and subsequent fiscal years are subject to the approval of Treasury Board for any purposes of the Department of National Defence. Gross credits to the account for the fiscal year were \$9,073,029 representing receipts of \$6,554,314 with respect to (a) and \$2,518,715 with respect to (b).
- Q-16 This account is used to record instalment payments of arrears of domestic excise taxes and penalties held by the department until the full amount has been collected or the case has been otherwise disposed of; and of customs duty and excise taxes on importations found on investigation to be properly payable, and held to be applied on amending entries, or to be taken to account by seizure on completion of the investigations. Receipts which cannot be allocated immediately and Canada pension plan contributions are also credited to this account pending clearance to the proper accounts.
- Q-17 Deductions from the salaries of teachers at Moose Factory Island for Ontario teachers' superannuation are applied against the provincial share of costs. They are credited to this account pending receipt of the balance of such costs and will then be transferred to revenue. In 1965-66 disbursements were \$2,333, resulting in a nil balance in the account.

EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT OF ASSETS AND LIABILITIES—*Continued*

Schedule Q—*Concluded*

Suspense Accounts—*Concluded*

- Q-18 The Royal Canadian Mounted Police Pension Continuation Act, c. 34, 1959, directs that service of officers and constables of former provincial police forces taken over by the Royal Canadian Mounted Police may count for pension purposes, subject to payment therefor. Payment for this prior service was in some instances made by the provinces concerned, and in others by the personnel, and the amounts were credited to this account. As pensions to these men are a direct charge to the consolidated revenue fund, the amount to the credit of each man is transferred to revenue when he is pensioned. There were no receipts during the year. Disbursements amounting to \$1,149 represent contributions transferred to miscellaneous revenue, resulting in a nil balance in the account.
- Q-19 P.C. 1958-146, January 25, 1958, authorized the general radio regulations which provide that applications for a first licence for a private commercial broadcasting station licence be accompanied by a deposit of \$100 or \$500 depending on the power of the station. The amounts so received are credited to this account pending approval of the Board of Broadcast Governors and the issuance of an order in council in accordance with the Broadcasting Act or the rejection of the application. The deposits are then either transferred to non-tax revenue—privileges, licences and permits, as a payment on account of a licence fee or are returned to the applicant. The account was credited with \$20,300 in the current year and debits amounted to \$15,925.
- Q-20 To this account were credited all moneys collected by the Department of Transport, east coast and west coast radio services and Edmonton-Whitehorse circuit for radio messages. The collections are subsequently apportioned between this department and the public utilities concerned, disbursements to the latter being made from the account. From time to time during the fiscal year, moneys earned by the department were transferred to revenue.

SCHEDULE R

Unmatured Debt

- R- 1 Subject to redemption at the option of the government, as a whole or in part, at 100 and interest on 60 days notice on September 15, 1966 or at any time thereafter.
- R- 2 Subject to redemption at the option of the government, as a whole at 100 and interest on 60 days notice on June 15, 1967 or at any time thereafter.
- R- 3 Subject to redemption at the option of the government, as a whole or in part by lot at 100 and interest on 60 days notice on September 1, 1961 or at any time thereafter.
- R- 4 Subject to redemption at the option of the government on 60 days notice on September 15, 1996 or at any time thereafter.
- R- 5 Matured September 1, 1965.
- R- 6 Non-callable.
- R- 7 Matured November 1, 1965.
- R- 8 Non-callable but redeemable on demand at any time with accrued interest. The decrease was due to redemptions during 1965-66.
- R- 9 Non-callable but redeemable on demand at any time with accrued interest. New issue during 1965-66 was \$86,533,000; redemptions were \$273,681,350.
- R-10 Non-callable but redeemable on demand at any time with accrued interest. The balance at March 31, 1966 represents net issue from November 1, 1965 to March 31, 1966.
- R-11 Subject to redemption at the option of the government on 60 days notice on January 15, 1975 or at any time thereafter.
- R-12 Subject to redemption at the option of the government, as a whole or in part by lot at 100 and interest on 60 days notice on June 1, 1974 or at any time thereafter.
- R-13 Matured April 1, 1965.
- R-14 Matured February 1, 1966.
- R-15 Matured July 1, 1965.
- R-16 Matured December 1, 1965.
- R-17 Non-callable. The increase was due to a new issue of \$175,000,000 for cash.
- R-18 Non-callable. The increase was due to a new issue of \$100,000,000 for cash.
- R-19 Non-callable. The increase was due to a new issue of \$150,000,000 for cash.
- R-20 Non-callable. New issue for cash.

**EXPLANATORY NOTES TO THE SCHEDULES TO STATEMENT
OF ASSETS AND LIABILITIES—Concluded****Schedule R—Concluded****Unmatured Debt—Concluded**

- R-21 Not negotiable and not transferable or assignable; term of maturity is 20 years, or such lesser period as may from time to time be fixed by the Minister of Finance on the recommendation of the Chief Actuary of the Department of Insurance; redeemable in whole or in part before maturity only at the option of the Minister of Finance; obligation bears interest payable semi-annually at the rate fixed by the Minister of Finance; and is issued in accordance with terms and conditions set forth in any agreement (all in accordance with section 113 of the Canada Pension Plan Act).
- R-22 Redeemable on demand subject to 30 days notice at par plus accrued interest.
- R-23 Subject to redemption at the option of the government in whole or in part by lot on 30 days notice at the following percentages: to and including September 1, 1953 at 103 per cent; thereafter to and including September 1, 1957 at 102½ per cent; thereafter to and including September 1, 1961 at 102 per cent; thereafter to and including September 1, 1965 at 101½ per cent; thereafter to and including September 1, 1968 at 101 per cent; thereafter to and including September 1, 1971 at 100½ per cent; and thereafter at 100 per cent; in each case together with accrued interest to the date of redemption. These securities payable in New York have been revalued as at March 31, 1963 at the official parity rate of \$1 U.S. = \$1.08108 Can.
- R-24 Subject to redemption at the option of the government in whole or in part by lot on 30 days notice at the following percentages: to and including September 15, 1954 at 103½ per cent; thereafter to and including September 15, 1957 at 103 per cent; thereafter to and including September 15, 1960 at 102½ per cent; thereafter to and including September 15, 1963 at 102 per cent; thereafter to and including September 15, 1966 at 101½ per cent; thereafter to and including September 15, 1969 at 101 per cent; thereafter to and including September 15, 1972 at 100½ per cent; and thereafter at 100 per cent; in each case together with accrued interest to the date of redemption. These securities payable in New York have been revalued as at March 31, 1963 at the official parity rate of \$1 U.S. = \$1.08108 Can.
- R-25 Subject to redemption at the option of the government in whole or in part on 30 days notice on any interest payment date after October 15, 1977 at the following percentages: to and including October 15, 1978 at 102 per cent; thereafter to and including October 15, 1979 at 101½ per cent; thereafter to and including October 15, 1980 at 101 per cent; thereafter to and including October 15, 1981 at 100¾ per cent; thereafter to and including October 15, 1982 at 100½ per cent; thereafter to and including October 15, 1983 at 100¼ per cent; and thereafter at 100 per cent; in each case together with accrued interest to the date of redemption. These securities payable in New York have been revalued as at March 31, 1963 at the official parity rate of \$1 U.S. = \$1.08108 Can. Bonds of this issue shall also be subject to partial redemption at par for the sinking fund on each interest payment date, commencing with April 15, 1965, in a principal amount equal to U.S. \$2,500,000. During 1965-66, U.S. \$5,000,000 (\$5,405,400 Can.) was redeemed on the interest payment dates.
- R-26 Balance at March 31, 1966 consisted of \$1,370,000,000 in three-month bills and \$780,000,000 in six-month bills.

Contingent Liabilities

	Amount of guarantee	Amount outstanding
	\$	\$
Railway securities guaranteed as to principal and interest ⁽¹⁾ —		
1. Canadian National 2½% due January 2, 1967.....	50,000,000	50,000,000
2. Canadian National 4½% due April 1, 1967.....	72,300,000	72,300,000
3. Canadian National 5% due May 15, 1968.....	55,800,000	55,800,000
4. Canadian National 2½% due September 15, 1969.....	70,000,000	70,000,000
5. Canadian National 2½% due January 16, 1971.....	40,000,000	40,000,000
6. Canadian National 5½% due December 15, 1971.....	190,561,500	190,561,500
7. Canadian National 3½% due February 1, 1974.....	200,000,000	200,000,000
8. Canadian National 2½% due June 15, 1975, U.S. \$6,000,000 ⁽²⁾	6,486,486	6,486,486
9. Canadian National 5% due May 15, 1977.....	84,150,000	84,150,000
10. Canadian National 4% due February 1, 1981.....	300,000,000	300,000,000
11. Canadian National 5½% due January 1, 1985.....	99,500,000	99,500,000
12. Canadian National 5% due October 1, 1987.....	162,750,000	162,750,000
	1,331,547,986	1,331,547,986
Other outstanding guarantees and contingent liabilities—		
13. Deposits maintained by the chartered banks in the Bank of Canada ⁽¹⁾	Unstated	1,031,322,000
14. Loans made by lenders under Part IV of the National Housing Act, 1954, for home extensions and improvements ⁽³⁾	25,000,000	17,341,000
15. Insured loans made by approved lenders under the National Housing Act, 1954 ⁽⁴⁾	8,500,000,000	5,321,621,000
16. Liability for insurance and guarantees and other commitments with respect to long-term financing under sections 21 and 21A of the Export Credits Insurance Act ⁽¹⁾	1,000,000,000	508,213,000
17. Loans made by chartered banks under the Farm Improvement Loans Act ⁽¹⁾	124,924,000	68,891,000
18. Loans made by chartered banks under the Veterans' Business and Professional Loans Act ⁽¹⁾	3,000	3,000
19. Loans made by chartered banks and credit unions under the Fisheries Improvement Loans Act ⁽¹⁾	2,700,000	430,000
20. Loans made by chartered banks under the Small Businesses Loans Act ⁽¹⁾	37,313,000	13,061,000
21. Loans made by chartered banks and credit unions under the Canada Student Loans Act ⁽⁵⁾	80,327,000	84,268,000
22. Notes issued by the Canadian Corporation for the 1967 World Exhibition ⁽¹⁾	Unstated	44,000,000
23. Loans made by chartered banks to the Canadian Wheat Board ⁽¹⁾	398,000,000	232,037,000
		7,321,187,000
24. Loans maintained by approved lending institutions under National Housing Acts prior to 1954 Act.....	Unstated	Indeterminate
25. Guarantees to owners of returns from moderate rental housing projects ⁽⁶⁾	Unstated	Indeterminate

⁽¹⁾ As at March 31, 1966.⁽²⁾ Converted at \$1.08108 Can. official parity rate.⁽³⁾ As at December 31, 1965.⁽⁴⁾ As reported (in accordance with sec. 45, National Housing Regulations) by approved lenders at December 31, 1965.⁽⁵⁾ As at March 31, 1966. Includes contingent liability in respect of alternative payments to non-participating provinces. (Loans in any loan year in excess of a province's allocation are to be adjusted against its allocation for the subsequent loan year. Adjustment for excess loans in loan year ending June 30, 1966 will not be required, however, since an amendment to the Canada Student Loans Act enacted July 11, 1966 authorizes increased allocations for this loan year by \$27,605,000.)⁽⁶⁾ Funds totalling \$3,957,000 are held by Central Mortgage and Housing Corporation for the purpose of settling claims. In 1965 rental guarantee contracts totalled \$13,876,000.

1965-66

PUBLIC ACCOUNTS

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STATEMENTS

OF

APPROPRIATIONS, EXPENDITURES AND REVENUE

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**SUMMARY OF APPROPRIATIONS, EXPENDITURES AND UNEXPENDED BALANCES
BY DEPARTMENTS FOR THE FISCAL YEAR ENDED MARCH 31, 1966**

Section (Volume II)	Department	Appropriations	Expenditures	Unexpended Balances	
				Lapsed	Carried forward ⁽¹⁾
		\$	\$	\$	\$
1	Agriculture.....	198,585,852	186,263,616	12,322,236	
2	Atlantic Development Board.....	31,973,389	23,755,359	313,477	7,904,553
3	Atomic Energy.....	55,313,400	54,450,175	863,225	
4	Auditor General's Office.....	1,873,100	1,741,901	131,199	
5	Board of Broadcast Governors.....	493,000	382,787	110,213	
6	Canada Emergency Measures Organization..	9,744,400	7,744,257	2,000,143	
7	Canadian Broadcasting Corporation.....	99,444,000	97,458,915	1,985,085	
8	Central Mortgage and Housing Corporation..	21,571,959	21,571,958	1	
9	Office of the Chief Electoral Officer.....	12,961,043	12,953,140	7,903	
10	Citizenship and Immigration.....	(2) 297,638,950	238,567,080	19,901,413	39,170,457
11	Civil Service Commission.....	8,277,300	7,986,854	290,446	
12	Defence Production.....	24,799,100	23,438,183	1,360,917	
13	Economic Council.....	1,147,400	1,116,362	31,038	
14	External Affairs.....	160,838,081	152,545,955	8,292,126	
15	Finance.....	1,880,166,082	1,850,679,433	3,148,089	26,338,560
16	Fisheries.....	37,532,177	34,526,476	3,005,701	
17	Forestry.....	62,323,225	57,134,577	5,188,648	
18	Governor General and Lieutenant-Governors	717,567	690,556	27,011	
19	Industry.....	36,024,601	29,301,149	6,723,452	
20	Insurance.....	1,516,586	1,512,059	4,527	
21	Justice.....	11,490,833	11,367,814	123,019	
22	Labour.....	(3) 45,028,728	23,993,711	5,647,017	15,388,000
23	Legislation.....	14,794,680	14,711,823	82,857	
24	Mines and Technical Surveys.....	110,649,210	107,357,514	3,284,196	7,500
25	National Capital Commission.....	18,924,400	18,621,111	303,289	
26	National Defence.....	1,579,250,933	1,548,446,784	30,804,149	
27	National Film Board.....	6,892,900	6,891,335	1,565	
28	National Gallery of Canada.....	1,879,900	1,815,626	64,274	
29	National Health and Welfare.....	1,184,796,961	1,175,122,029	9,674,932	
30	National Research Council including the Medical Research Council.....	75,185,901	74,387,029	798,872	
31	National Revenue.....	96,328,017	94,971,980	1,356,037	
32	Northern Affairs and National Resources...	160,342,450	156,433,733	3,908,717	
33	Post Office.....	241,925,905	240,206,458	1,719,447	
34	Privy Council.....	9,289,734	8,981,878	307,856	
35	Public Archives and National Library.....	2,018,800	1,973,514	45,286	
36	Public Printing and Stationery.....	3,409,500	3,053,651	355,849	
37	Public Works.....	262,200,838	256,526,107	5,674,731	
38	Office of the Representation Commissioner..	774,892	774,892		
39	Royal Canadian Mounted Police.....	82,656,234	81,958,846	697,388	
40	Secretary of State.....	27,839,769	23,996,532	3,843,237	
41	Solicitor General.....	58,131,554	56,875,181	1,256,373	
42	Trade and Commerce.....	52,508,836	46,073,789	6,435,047	
43	Transport.....	535,387,511	508,743,513	26,643,998	
44	Unemployment Insurance Commission.....	99,002,265	98,037,727	964,538	
45	Veterans Affairs.....	374,321,645	369,652,156	4,669,489	
		(4) 7,997,973,608	7,734,795,525	174,369,013	88,809,070

⁽¹⁾Available for expenditure in 1966-67.

⁽²⁾Includes \$3,290,764 carried forward from vote 5 and \$26,318,305 carried forward from vote 6b of Department of Labour 1964-65 estimates.

⁽³⁾Includes \$12,463,500 carried forward from vote 8b Department of Labour 1964-65 estimates.

⁽⁴⁾In addition, parts of appropriations in the amount of \$5,089,836 in respect of the Department of Agriculture and expenditures in a similar amount were transferred to "other loans and investments".

H. R. BALLS,
Comptroller of the Treasury.

Auditor General's Certificate

The accounts relating to the expenditures as set forth in the above Statement have been examined under my direction and, subject to the comments in my report to the House of Commons, I certify that, in my opinion, the Statement gives a correct summary for the year ended March 31, 1966.

A. M. HENDERSON,
Auditor General.

APPROPRIATIONS AND EXPENDITURES BY DEPARTMENTS FOR THE FISCAL YEAR ENDED MARCH 31, 1965

(with comparative expenditures for the preceding fiscal year)

Vote		1965-66	1965-66	1964-65
		Appropriations	Expenditures	Expenditures
		\$	\$	\$
Agriculture				
<i>Details of expenditure and revenue are given in section 1 of volume II</i>				
Stat.	Minister of Agriculture—salary and motor car allowance. . . .	16,999 92	16,999 92	17,000 00
ADMINISTRATION				
1	Departmental administration including the Canadian agricultural services co-ordinating committee, contributions to the commonwealth agricultural bureaux and a special contribution not exceeding \$62,000 to the agricultural economics research council, subject to approval by the Treasury Board.	\$ 4,186,600 00		
	Transfer from Department of Finance vote 15 contingencies.	79,400 00		
		4,266,000 00	3,936,700 57	3,459,760 02
RESEARCH				
5	Administration, operation and maintenance including Canada's fee for membership in the international society for horticultural science, an amount of \$145,000 for grants in aid of agricultural research in universities and other scientific organizations in Canada and the costs of publishing departmental research papers as supplements to the "Canadian Entomologist".	\$ 25,774,000 00		
	Transfer from Department of Finance vote 15 contingencies.	1,853,600 00		
		27,627,600 00	27,611,803 99	24,982,929 58
10	Construction or acquisition of buildings, works, land and equipment.	5,391,000 00	4,980,748 16	3,855,129 44
		33,018,600 00	32,592,552 15	28,838,059 02
PRODUCTION AND MARKETING				
<i>Administration</i>				
15	Administration, operation and maintenance including the administration of the Agricultural Stabilization Act, contributions to assist in the marketing of agricultural products subject to the approval of Treasury Board and payment of expenses not exceeding \$100,000 for a travelling Canadian livestock and seed exhibition outside Canada.	\$ 2,110,100 00		
	15b To extend the purposes of vote 15 of the main estimates for 1965-66 to include administration of the supplementary dairy payment program.	172,000 00		
	15d To increase to \$132,000 the payment of expenses for a travelling Canadian livestock and seed exhibition outside Canada.	32,000 00		
	Transfer from Department of Finance vote 15 contingencies.	114,300 00		
		2,428,400 00	2,359,849 13	2,479,944 29
17b	Grants, contributions and subsidies in the amounts and subject to the terms specified in the sub-vote titles listed in the details of estimates.	\$ 21,000,000 00		
	17e.	42,439,500 00		
		63,439,500 00	60,286,645 38	57,494,886 92
<i>Animal and Animal Products</i>				
20	Administration, operation and maintenance including Canada's fee for membership in the international dairy federation.	\$ 6,510,300 00		
	Transfer from Department of Finance vote 15 contingencies.	357,300 00		
		6,867,600 00	6,685,506 82	6,258,276 92

APPROPRIATIONS AND EXPENDITURES—Continued

Vote	1965-66		1965-66		1964-65	
	Appropriations		Expenditures		Expenditures	
	\$		\$		\$	
Agriculture—Continued						
Animal and Animal Products—Concluded						
25	Grants, contributions and subsidies in the amounts and subject to the terms specified in the sub-vote titles listed in the details of estimates.....\$		11,829,400	00		
25b.....			107,000	00		
25d.....			309,000	00		
			12,245,400	00	11,606,832	37
					11,440,910	01
Plant and Plant Products						
30	Administration, operation and maintenance.....\$		6,049,100	00		
	Transfer from Department of Finance vote					
	15 contingencies.....		360,000	00		
			6,409,100	00	6,206,899	90
					5,568,023	73
35	Grants, contributions and subsidies as detailed in the estimates.....\$		1,823,900	00		
35b.....			350,000	00		
35d.....			10,450,000	00		
35e.....			20,900	00		
			12,644,800	00	10,208,915	56
			104,034,800	00	97,354,649	16
					2,179,059	85
					85,421,101	72
HEALTH OF ANIMALS						
40	Administration, operation and maintenance including Canada's fee for membership in the office international des epizooties, and authority, notwithstanding the Financial Administration Act, to spend revenue received during the year from packers requiring special services.....\$		12,756,000	00		
	40b.....		280,000	00		
	40e.....		216,000	00		
	Transfer from Department of Finance vote					
	15 contingencies.....		614,500	00		
			13,866,500	00	13,864,593	39
					12,022,623	29
45	Grants, contributions and subsidies as detailed in the estimates.....\$		1,698,000	00		
	45d.....		24,500	00		
	45e.....		8,800	00		
			1,731,300	00	1,130,002	41
			15,597,800	00	14,994,595	80
					1,467,621	48
					13,490,244	77
BOARD OF GRAIN COMMISSIONERS						
Stat.	Salaries of the commissioners.....		51,360	85	51,360	85
					52,090	26
50	Administration, operation and maintenance including authority to purchase screenings.....\$		6,610,700	00		
	50b.....		475,000	00		
	Transfer from Department of Finance vote					
	15 contingencies.....		456,400	00		
			7,542,100	00	7,191,091	65
			7,593,460	85	7,242,452	50
					6,589,946	84
					6,642,037	10
LAND REHABILITATION, IRRIGATION AND WATER STORAGE PROJECTS						
Irrigation and water storage projects in the western provinces including the South Saskatchewan River project, the Prairie Farm Rehabilitation Act program, land protection, reclamation and development.						
55	Administration, operation and maintenance including Canada's fee for membership in the international commission on irrigation and drainage.....\$		8,972,000	00		

APPROPRIATIONS AND EXPENDITURES—Continued

Vote			
	1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
	\$	\$	\$
Agriculture—Concluded			
LAND REHABILITATION, IRRIGATION AND WATER			
STORAGE PROJECTS— <i>Concluded</i>			
55d To extend the purposes of Agriculture vote 55 of the main estimates for 1965-66 to authorize expenditures in respect of irrigating drought-stricken farms in Ontario and Quebec.....	1 00		
Transfer from Department of Finance vote 15 contingencies	269,000 00		
	9,241,001 00		
Less: transfer to other loans and investments.....	11,193 35		
	9,229,807 65	8,722,754 03	8,441,505 81
60 Construction or acquisition of buildings, works, land and equipment.....	\$ 28,034,000 00		
Less: transfer to other loans and investments.....	5,078,643 12		
	22,955,356 88	19,659,887 26	17,972,322 70
	32,185,164 53	28,382,641 29	26,413,828 51
FARM CREDIT CORPORATION			
90e Estimated amount required to provide for the operating loss of the Farm Credit Corporation for the fiscal year ending March 31, 1966.....	1,160,000 00	1,029,998 04	529,693 80
95e Payment to the Farm Credit Corporation for carrying out the purposes of the Farm Machinery Syndicates Credit Act	75,000 00	75,000 00	50,000 00
	1,235,000 00	1,104,998 04	579,693 80
SPECIAL			
Stat. Gratuities to families of deceased employees.....	1,954 64	1,954 64	
Stat. Refunds of amounts credited to revenue in previous years....	4,653 34	4,653 34	
Stat. Payments in connection with Crop Insurance Act.....	631,418 73	631,418 73	486,953 43
	633,026 71	633,026 71	486,953 43
Expenditures from appropriations not required for 1965-66			375,165 55
Total.....	198,585,852 01	186,263,616 14	165,723,843 92
Atlantic Development Board			
(included in the estimates of the Department of Transport)			
Details of expenditure and revenue are given in section 2 of volume II			
110 Administration and operation.....	\$ 923,500 00		
110b.....	190,700 00		
	1,114,200 00	800,722 63	651,643 30
Stat. Payments to the Atlantic Development Board to be credited to the atlantic development fund to finance and assist in financing programs and projects as contemplated by the Atlantic Development Board Act, the total of such payments not to exceed \$100,000,000; estimated amount required for the current fiscal year.....	20,859,188 79	20,859,188 79	3,642,509 23
112 To authorize expenditures, in the current and subsequent fiscal years, not exceeding in the aggregate \$30,000,000 as the federal share of costs of a trunk highway program for the Provinces of Newfoundland, Nova Scotia, Prince Edward Island and New Brunswick in accordance with agreements entered into by the Atlantic Development Board and the respective provinces; estimated expenditures in 1965-66.....	10,000,000 00	2,095,447 44	
Total.....	31,973,388 79	23,755,358 86	4,294,152 53

APPROPRIATIONS AND EXPENDITURES—Continued

Vote			
	1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
	\$	\$	\$
Atomic Energy			
Details of expenditure and revenue are given in section 3 of volume II			
ATOMIC ENERGY CONTROL BOARD			
1 Administration expenses of the Atomic Energy Control Board.....\$	186,400 00		
Transfer from Department of Finance vote			
15 contingencies.....	900 00		
	187,300 00	184,132 18	157,454 50
2 Grants for researches and investigations with respect to atomic energy.....	1,600,000 00	1,600,000 00	1,250,000 00
	1,787,300 00	1,784,132 18	1,407,454 50
ATOMIC ENERGY OF CANADA LIMITED (RESEARCH PROGRAM)			
10 Current operation and maintenance including expendable research equipment.....	40,549,600 00	39,689,542 91	34,850,738 12
15 Construction or acquisition of buildings, works, land and equipment and to authorize Central Mortgage and Housing Corporation to undertake construction of works near the Whiteshell Nuclear Research Establishment for Atomic Energy of Canada Limited.....	12,976,500 00	12,976,500 00	10,306,600 00
	53,526,100 00	52,666,042 91	45,157,338 12
Total.....	55,313,400 00	54,450,175 09	46,564,792 62
Auditor General's Office			
Details of expenditure and revenue are given in section 4 of volume II			
Stat. Salary of the Auditor General.....	24,999 96	24,999 96	25,000 00
1 Salaries and expenses of office.....\$	1,746,200 00		
Transfer from Department of Finance vote			
15 contingencies.....\$	101,900 00		
	1,848,100 00	1,716,900 86	1,564,888 88
Total.....	1,873,099 96	1,741,900 82	1,589,888 88
Board of Broadcast Governors			
Details of expenditure and revenue are given in section 5 of volume II			
1 Salaries and other expenses.....\$	393,000 00		
1b.....	100,000 00		
	493,000 00	382,786 64	367,644 91
Canada Emergency Measures Organization			
(included in the estimates of the Department of Defence Production)			
Details of expenditures and revenues are given in section 6 of volume II			
20 Administration and operation.....\$	2,719,800 00		
Transfer from Department of Finance vote			
15 contingencies.....	60,400 00		
	2,780,200 00	2,177,852 89	1,964,299 25

APPROPRIATIONS AND EXPENDITURES—Continued

Vote	1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
	\$	\$	\$
Canada Emergency Measures			
Organization—Concluded			
25 Construction or acquisition of buildings, works, land and equipment including authority to make recoverable advances not exceeding in the aggregate the amounts of the shares of the governments of the provinces of the costs of joint programs	1,764,200 00	466,059 04	762,332 57
30 Grants to provinces and municipalities for civil defence and related purposes and authority to make recoverable advances in accordance with terms and conditions approved by the Treasury Board	5,200,000 00	5,100,345 32	4,927,235 76
Total	9,744,400 00	7,744,257 25	7,653,867 58

Canadian Broadcasting Corporation

*Details of expenditure and revenue are given
in section 7 of volume II*

1 Grant in respect of the net operating amount required to discharge the responsibilities of the national broadcasting service	97,044,000 00	95,062,633 59	85,869,222 13
INTERNATIONAL BROADCASTING SERVICE			
5 International broadcasting service including authority to credit to the appropriation revenue from the rental of facilities in Montreal, Sackville and Vancouver to an amount of \$427,000 and to re-expend these moneys for the purposes of the international broadcasting service	2,400,000 00	2,396,281 32	2,099,975 78
Total	99,444,000 00	97,458,914 91	87,969,197 91

Central Mortgage and Housing Corporation

(included in the estimates of Post Office Department)

*Details of expenditure and revenue are given
in section 8 of volume II*

15e To reimburse Central Mortgage and Housing Corporation, pursuant to section 35 of the National Housing Act, 1954, for expenditures incurred during the period January 1, 1965 to December 31, 1965, for housing research and community planning as contemplated by Part V of the National Housing Act, 1954	1,489,905 00	1,489,904 56	1,233,105 83
20e To reimburse Central Mortgage and Housing Corporation, pursuant to section 5(5) and section 24(b) of the Central Mortgage and Housing Act, for net losses resulting from the sale of mortgages from its portfolio during the calendar year 1965	685,562 00	685,561 53	448,918 76
25e To reimburse Central Mortgage and Housing Corporation for losses sustained by it during the calendar year 1965 as a result of the operation of public housing projects undertaken under Part VI of the National Housing Act, 1954	1,976,649 00	1,976,649 00	1,467,689 13
30e To reimburse Central Mortgage and Housing Corporation for amounts loaned under section 36H of the National Housing Act, 1954, to any province, municipality or municipal sewerage corporation, and forgiven by the corporation during the calendar year 1965, pursuant to section 36G of the Act	10,513,153 00	10,513,152 71	7,020,493 76

APPROPRIATIONS AND EXPENDITURES—Continued

Vote		1965-66	1965-66	1964-65
		Appropriations	Expenditures	Expenditures
		\$	\$	\$
Central Mortgage and Housing Corporation—Concluded				
35e	To reimburse Central Mortgage and Housing Corporation for grants charged to the consolidated revenue fund as established by section 23E of the National Housing Act, 1954, in respect of contributions made during the calendar year 1965, to any province or municipality for the preparation or implementation of an urban renewal scheme or pursuant to an urban redevelopment agreement.	4,902,418 00	4,902,418 00	4,219,436 00
Stat.	Contributions to municipalities to assist in the clearance, replanning, rehabilitation and modernization of blighted or substandard areas, National Housing Act, 1954, c. 23, 1953-54, as amended.	2,004,272 39	2,004,272 39	562,594 72
	Total.	21,571,959 39	21,571,958 19	14,952,238 20

Office of the Chief Electoral Officer

*Details of expenditure and revenue are given
in section 9 of volume II*

Stat.	Expenses of elections including the salary of the Chief Electoral Officer.	12,725,443 14	12,725,443 14	458,664 14
1	Salaries and expenses of office. \$115,600 00			
	Transfer from Department of Finance vote 15 contingencies. 120,000 00			
		235,600 00	227,697 33	119,510 48
	Total.	12,961,043 14	12,953,140 47	578,174 62

Department of Citizenship and Immigration

*Details of expenditure and revenue are given
in section 10 of volume II*

Stat.	Minister of Citizenship and Immigration—salary and motor car allowance.	17,000 00	17,000 00	17,000 00
1	Departmental administration. \$1,257,800 00			
	lb. 99,600 00			
	Transfer from Department of Finance vote 15 contingencies. 42,800 00			
		1,400,200 00		
	Less: Transfer to Department of Northern Affairs and National Resources. 37,475 00			
		1,362,725 00	1,352,258 66	1,204,329 22

CITIZENSHIP

5	Administration, operation and maintenance including grants and contributions for language instruction and citizenship promotion, and grants to organizations as detailed in the estimates. \$2,044,500 00			
5b.	. . . . . 25,000 00			
5e.	. . . . . 40,000 00			
	Transfer from Department of Finance vote 15 contingencies. 41,500 00			
		2,151,000 00	2,088,992 38	1,802,927 17

APPROPRIATIONS AND EXPENDITURES—Continued

Vote			
	1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
	\$	\$	\$
Department of Citizenship and Immigration—Continued			
IMMIGRATION			
10 Administration, operation and maintenance including trans-oceanic and inland transportation and other assistance for immigrants and settlers subject to the approval of Treasury Board, including care enroute and while awaiting employment; and payments to the provinces, pursuant to agreements entered into with the approval of the Governor in Council, in respect of expenses incurred by the provinces for indigent immigrants and \$20,000 for grants to immigrants welfare organizations....\$	13,898,000 00		
10d.....	700,000 00		
Transfer from Department of Finance vote			
15 contingencies.....	650,300 00		
	15,248,300 00	14,268,853 78	12,195,187 26
GENERAL			
Stat. Gratuities to families of deceased employees.....	1,495 00	1,495 00	4,450 00
Stat. Refunds of amounts credited to revenue in previous years...	749 71	749 71	917 53
Stat. Write-off of assets.....	76 30	76 30	244,988 93
	18,781,846 01	17,729,425 83	15,469,800 11
INDIAN AFFAIRS			
15 Administration, operation and maintenance including expenditures on works on other than federal property, grants, contributions and special payments including those specified in the sub-vote titles in the estimates, recoverable expenditures under agreements entered into with the approval of the Governor in Council with the governments of the provinces and territories and with local school boards in respect of social assistance to persons residing on Indian reserves other than Indians and the education in Indian schools of children other than Indian children, authority to make grants and contributions pursuant to agreements entered into with the governments of the provinces or the territories or other groups or authorities approved of by the Governor in Council for the provision of welfare and other services to Indians and to authorize the Minister of Citizenship and Immigration to provide, in respect of Indian commercial activities, for the instruction and supervision of Indians, the furnishing of materials, the purchase of finished goods and, notwithstanding any other act, the sale of such finished goods.....	\$60,261,600 00		
15b.....	220,000 00		
15d.....	3,358,500 00		
15e To extend the purposes of Citizenship and Immigration vote 15 of the main estimates for 1965-66 to authorize special payments in respect of social assistance to persons other than Indians residing on Indian reserves and to authorize special payments in respect of the education in Indian schools of children other than Indian children and to provide a further amount of.....	1,000,000 00		
Transfer from Department of Finance vote			
15 contingencies.....	547,230 00		
	65,387,330 00		
Less: transfer to Department of Northern Affairs and National Resources.....	65,387,330 00		

APPROPRIATIONS AND EXPENDITURES—Continued

<u>Vote</u>	<u>1965-66</u> <u>Appropriations</u>	<u>1965-66</u> <u>Expenditures</u>	<u>1964-65</u> <u>Expenditures</u>
	\$	\$	\$
Department of Citizenship and Immigration—Continued			
INDIAN AFFAIRS—Concluded			
20 Construction or acquisition of buildings, works, land and equipment including construction or acquisition of works for Indian bands, the operation and control of which may be transferred to the Indian bands at the discretion of the Minister expenditures on works on other than federal property, assistance to Indians and Indian bands for the construction or acquisition of housing and other buildings and related works, land and equipment, and recoverable expenditures under agreements entered into with the approval of the Governor in Council with the governments of the provinces and the territories and with local school boards in respect of the education in Indian schools of children other than Indian children. . . . \$	14,300,000 00		
20d	1,061,000 00		
20e	500,000 00		
Transfer from Department of Finance vote			
15 contingencies	294,270 00		
	16,155,270 00		
Less: transfer to Department of Northern Affairs and National Resources	16,155,270 00		
Stat. Indian annuities and miscellaneous pensions \$	562,558 00		
Stat. Refunds of amounts credited to revenue in previous years	2,466 14		
Stat. Write-off of assets	42 38		
	565,066 52		
Less: transfer to Department of Northern Affairs and National Resources	565,066 52		
GENERAL ADMINISTRATION			
Transfer from Department of Labour—that portion of vote 1 which relates to civilian rehabilitation branch administration including the promotion of a program for the employment of the older worker; manpower consultative service administration; and such parts of other branches as relate to manpower	2,211,634 00	2,056,499 73	1,550,349 26
Transfer from Department of Labour—Vote 5 payments to carry out the purposes of the Vocational Rehabilitation of Disabled Persons Act and agreements made thereunder, including undischarged commitments under previous agreements; payments to provinces under agreements with the provinces by the Minister of Labour with the approval of the Governor in Council for the organization and use of workers for farming and related industries; and to authorize payments in accordance with agreements entered into with the approval of the Governor in Council by the Minister of Labour with provinces, employers and workers in respect of labour mobility and assessment incentives	1,395,000 00	1,006,176 98	742,622 08
Transfer from Department of Labour—Vote 5d, 1964-65 estimates—To authorize payment in the 1965-66 fiscal year of amounts, not exceeding in the aggregate the unspent balance remaining at the conclusion of the 1964-65 fiscal year in Labour vote 5, main estimates 1964-65, to meet undischarged commitments under the older worker employment and training incentive program that might otherwise have been paid pursuant to the appropriation			

APPROPRIATIONS AND EXPENDITURES—Continued

Vote		1965-66	1965-66	1964-65
		Appropriations	Expenditures	Expenditures
		\$	\$	\$
Department of Citizenship and Immigration—Continued				
GENERAL ADMINISTRATION—Concluded				
	based on the said vote during the 1964-65 fiscal year if they had come in course of payment.....	3,290,764 55	9,375 71	876,614 37
Transfer from Department of Labour—Vote 6b, 1964-65 estimates, payments in accordance with terms and conditions approved by the Governor in Council to provinces and in respect of Indian bands under the municipal winter works incentive program during the 1964-65 and 1965-66 fiscal years of amounts not exceeding fifty per cent of the cost of labour incurred in the period from November 1, 1964 to such day or days in the fiscal year 1965-66 as may be determined by the Governor in Council, and in the case of projects in designated areas within the meaning of the Department of Industry Act and in areas determined by the Minister of Labour to be areas of high winter unemployment, sixty per cent of such cost; and to authorize payments in those fiscal years to provinces in respect of previous municipal winter works incentive programs.....		26,318,304 58		
Transfer from Department of Labour—Vote 6d payments in accordance with terms and conditions approved by the Governor in Council to provinces and in respect of Indian bands under the municipal winter works incentive program during the 1965-66 and 1966-67 fiscal years of amounts not exceeding fifty per cent of the cost of labour incurred in the period from November 1, 1965 to such day or days in the fiscal year 1966-67 as may be determined by the Governor in Council, and in the case of projects in designated areas within the meaning of the Department of Industry Act and in areas determined by the Minister of Labour to be areas of high winter unemployment, sixty per cent of such costs; and to authorize payments in those fiscal years to provinces in respect of previous municipal winter works incentive programs.....		54,000,000 00	41,147,847 45	42,841,074 10
		87,215,703 13	44,219,899 87	46,010,659 81
TECHNICAL AND VOCATIONAL TRAINING ASSISTANCE				
Transfer from Department of Labour—Vote 10 administration.....		871,600 00	687,526 77	630,907 64
Transfer from Department of Labour—Vote 12b acquisition of the buildings, works and lands commonly known as the Mississauga Indian Village at Elliot Lake, Ontario for the purposes of the Elliot Lake centre for continuing education		437,000 00	437,000 00	
Transfer from Department of Labour—Vote 15 payments to provinces to carry out the purposes of the Technical and Vocational Training Assistance Act and agreements made thereunder and payments under agreements providing for the sharing of expenditures for research projects to provide information relating to vocational training and manpower requirements.....		159,018,000 00	152,761,542 56	97,233,887 72
		160,326,600 00	153,886,069 33	97,864,795 36
NATIONAL EMPLOYMENT SERVICE				
Transfer from Department of Labour—Vote 30 administration of the national employment service including the transfer of labour to places where employment is available and expenses incidental thereto in accordance with regulations of the Governor in Council.....		26,315,300 00	22,683,181 80	21,651,664 00
Transfer from Department of Labour—Vote 35b to authorize in accordance with regulations approved by the				

APPROPRIATIONS AND EXPENDITURES—Continued

<u>Vote</u>	<u>1965-66</u> <u>Appropriations</u>	<u>1965-66</u> <u>Expenditures</u>	<u>1964-65</u> <u>Expenditures</u>
	\$	\$	\$
Department of Citizenship and Immigration—Concluded			
<i>NATIONAL EMPLOYMENT SERVICE—Concluded</i>			
Governor in Council, grants to workers who move from one place in Canada to another place in Canada where employment is available to provide for payment of			
(a) the actual cost of their transportation and that of their dependents,			
(b) the actual cost of movement of their household effects, and			
(c) an amount in respect of resettlement and other incidental expenses.....	5,000,001 00	48,503 56	
	31,315,301 00	22,731,685 36	21,651,664 00
Total.....	297,638,950 14	238,567,080 39	180,996,919 28

Civil Service Commission

*Details of expenditure and revenue are given
in section 11 of volume II*

1 Salaries and contingencies of the commission including compensation in accordance with the incentive award plan of the public service of Canada.....	\$ 7,139,600 00		
1b.....	61,500 00		
1e.....	202,000 00		
Transfer from Department of Finance vote			
15 contingencies.....	874,200 00		
	8,277,300 00	7,986,854 45	6,226,357 99

Defence Production

*Details of expenditure and revenue are given
in section 12 of volume II*

1 Departmental administration including the care, maintenance and custody of standby defence plants, buildings, machine tools and production tooling and grants to municipalities in lieu of taxes on Crown-owned defence plants operated by private contractors.....	\$ 16,922,800 00		
1a.....	155,000 00		
Transfer from the Department of Finance			
vote 15 contingencies.....	1,251,500 00		
	18,329,300 00	17,863,070 02	15,358,257 34
Transfer from the Department of Transport—that portion of vote 1 related to the purchasing establishment.....	227,230 00	225,702 38	193,678 00
Transfer from the Department of Transport—that portion of vote 5 related to the purchasing establishment.....	95,825 00	93,467 02	87,103 00
Transfer from the Department of Transport—that portion of vote 30 related to the purchasing establishment.....	169,098 00	165,497 81	147,670 00
Transfer from the Department of Public Works—that portion of vote 1 related to the purchasing and stores branch	567,950 00	510,768 75	452,789 41
5 For the establishment of production capacity and capital assistance for the construction, acquisition, extension or improvement of capital equipment or works by private contractors engaged in defence contracts, or by Crown plants operated on a management-fee basis, or by Crown			

APPROPRIATIONS AND EXPENDITURES—*Continued*

Vote		1965-66	1965-66	1964-65
		Appropriations	Expenditures	Expenditures
		\$	\$	\$
Defence Production—<i>Concluded</i>				
	companies under direction of the Minister of Defence Production, subject to the approval of \$ 2,217,000 00 Treasury Board			
	5b.....	440,000 00		
		2,657,000 00	2,625,990 49	650,005 86
10	To establish qualified sources of the production of component parts and materials, subject to the approval of Treasury Board, and to authorize, notwithstanding section 30 of the Financial Administration Act, total commitments of \$1,200,000 for the foregoing purposes during the current and subsequent fiscal year.....	500,000 00	229,729 35	439,209 19
11e	Reimbursement of the Queen's Printer's advance account for the value of stores which have become obsolete or un-serviceable.....	44,477 00	44,476 07	
Stat.	Exchequer Court awards.....	2,289 51	2,289 51	
Stat.	Gratuities to families of deceased employees.....	930 00	930 00	1,990 00
		22,594,099 51	21,761,921 40	17,330,702 80
CANADA EMERGENCY MEASURES ORGANIZATION				
(listed under its own heading)				
CROWN COMPANIES				
35	Expenses incurred by Defence Construction (1951) Limited in procuring the construction of defence projects on behalf of the Department of National Defence and procuring the construction of such other projects as are approved by Treasury Board.....	\$ 2,085,000 00		
	Less: transfer to Department of National Defence.....	2,085,000 00		
	Canadian Arsenals Limited—			
40	Administration and operation.....	2,017,000 00	1,494,945 11	4,476,620 36
45	Construction, improvements and equipment.....	188,000 00	181,316 79	118,728 19
	Expenditures from appropriations not required for 1965-66..			901,418 25
	Total.....	24,799,099 51	23,438,183 30	22,827,469 60
Economic Council of Canada				
(included in the estimates of Secretary of State)				
<i>Details of expenditures and revenue are given in section 13 of volume II</i>				
40	Administration.....	\$ 990,000 00		
	40b.....	132,500 00		
	Transfer from Department of Finance vote			
	15 contingencies.....	24,900 00		
		1,147,400 00	1,116,362 27	833,873 41
Department of External Affairs				
<i>Details of expenditure and revenue are given in section 14 of volume II</i>				
Stat.	Secretary of State for External Affairs—salary and motor car allowance.....	16,999 92	16,999 92	17,000 00
1	Administration, operation and maintenance including payment of remuneration, subject to the approval of the Governor in Council and notwithstanding the Civil Service Act, in connection with the assignment by the Canadian Government of Canadians to the staffs of the international organizations detailed in the estimates, and authority to			

APPROPRIATIONS AND EXPENDITURES—Continued

Vote		1965-66	1965-66	1964-65
		Appropriations	Expenditures	Expenditures
		\$	\$	\$
Department of External Affairs—Continued				
	make recoverable advances in amounts not exceeding in the aggregate the amounts of the shares of these organizations of such expenses, and authority, notwithstanding the Civil Service Act, for the appointment and fixing of salaries of commissioners (international commissions for supervision and control in Indo-China) secretaries and staff by the Governor in Council; assistance and repatriation of distressed Canadian citizens and persons of Canadian domicile abroad, including their dependents; Canadian participation in the commonwealth arts festival to be held in Britain in the fall of 1965; payment to the Roosevelt Campobello international park commission for the purposes and subject to the provisions of the act respecting the commission established to administer the Roosevelt Campobello international park; a cultural relations and academic exchange program with the French community, and grants as detailed in the estimates.....	\$ 13,176,800 00		
	1b.....	267,100 00		
	1d.....	655,000 00		
	1e.....	474,100 00		
	Transfer from Department of Finance vote			
	15 contingencies.....	199,700 00		
		14,772,700 00	14,364,987 73	12,123,433 23
5	Representation abroad—operational—including authority, notwithstanding the Civil Service Act, for the appointment and fixing of salaries of high commissioners, ambassadors, ministers plenipotentiary, consuls, secretaries and staff by the Governor in Council.....	\$ 16,865,000 00		
	5e.....	96,000 00		
	Transfer from Department of Finance vote			
	15 contingencies.....	932,800 00		
		17,893,800 00	17,718,818 72	15,425,506 69
10	Representation abroad—construction, acquisition or improvement of buildings, works, land, equipment and furnishings.....	2,276,000 00	1,983,310 88	1,616,509 11
Stat.	Payments under the Diplomatic Service (Special) Superannuation Act, and pensions.....	43,201 79	43,201 79	37,983 64
15	Contributions to international multilateral economic and special aid programs as detailed in the estimates, including authority to pay such amounts as are specified in U.S. dollars notwithstanding that the total of such payments may exceed the equivalent in Canadian dollars, estimated at.....	\$ 12,517,000 00		
	15b.....	1,750,000 00		
	15e.....	3,515,000 00		
		17,782,000 00	16,622,185 02	9,751,051 88
Stat.	Credits to the Government of India under a financial agreement entered into between the Government of Canada and the Government of India to finance the purchase in Canada of aircraft and associated spare parts and equipment.....	222,774 01	222,774 01	402,857 97
20	Other payments to international organizations and programs, as detailed in the estimates, including authority to pay the amounts specified in the currencies of the countries indicated, notwithstanding that the total of such payments may exceed the equivalent in Canadian dollars, estimated at.....	\$ 1,095,500 00		
	20d.....	4,290,250 00		
		5,385,750 00	5,285,701 54	648,185 82

APPROPRIATIONS AND EXPENDITURES—Continued

<u>Vote</u>		1965-66 <u>Appropriations</u>	1965-66 <u>Expenditures</u>	1964-65 <u>Expenditures</u>
		\$	\$	\$
Department of External Affairs— Concluded				
25	Assessments for membership in the international (including commonwealth) organizations that are detailed in the estimates, including authority to pay such assessments in the amounts and in the currencies in which they are levied, notwithstanding that the total of such payments may exceed the equivalent in Canadian dollars, estimated at.....	\$ 10,063,000 00		
	25d.....	245,000 00		
		10,308,000 00	10,088,929 91	8,994,868 30
External Aid Office—				
30	Salaries and expenses.....	\$ 1,251,600 00		
	Transfer from Department of Finance vote 15 contingencies.....	25,200 00		
		1,276,800 00	1,131,432 99	852,291 45
35	Economic, technical, educational and other assistance as detailed in the estimates..	\$ 75,600,000 00		
	35d.....	15,000,000 00		
	35e To extend the purposes of External Affairs vote 35 of the main estimates for 1965-66 to include authority for crediting the amount of the sub-vote for international development assistance to the special account in the consolidated revenue fund established by External Affairs vote 33d of Appropriation Act No. 2 1965.....	1 00		
		90,600,001 00	84,887,147 51	75,556,406 97
INTERNATIONAL JOINT COMMISSION				
40	Salaries and expenses of the commission and Canada's share of the expenses of studies, surveys and investigations of the commission.....	\$ 179,500 00		
	40e.....	76,200 00		
	Transfer from Department of Finance vote 15 contingencies.....	2,600 00		
		258,300 00	178,710 34	126,246 99
GENERAL				
	Refunds of amounts credited to revenue in previous years...	1,754 18	1,754 18	215 09
	Expenditures from appropriations not required for 1965-66			5,634,029 06
	Total.....	160,838,080 90	152,545,954 54	131,186,586 20

Finance

*Details of expenditure and revenue are given
in section 15 of volume II*

Stat.	Minister of Finance—salary and motor car allowance.....	15,278 59	15,278 59	17,000 00
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ADMINISTRATION

1	Departmental administration including administration of the Guaranteed Loans Act, the salaries and expenses of the Inspector General of Banks' office, and grants as detailed in the estimates.....	\$ 3,862,800 00		
	1b To extend the purposes of Finance vote 1 of the main estimates, 1965-66 to include the payment of service fees to the provinces, as described in the details of estimates, the grant detailed in these estimates and to provide a further amount of.....	141,500 00		

APPROPRIATIONS AND EXPENDITURES—Continued

Vote		1965-66	1965-66	1964-65
		Appropriations	Expenditures	Expenditures
		\$	\$	\$
Finance—Continued				
ADMINISTRATION—Concluded				
	1d.....	15,000 00		
	1e.....	123,000 00		
	Transfer from Department of Finance vote			
	15 contingencies.....	48,400 00		
		<hr/>		
Stat.	The Farm Improvement Loans Act.....	4,190,700 00	4,095,737 02	3,336,271 25
Stat.	The Veterans' Business and Professional Loans Act.....	198,010 08	198,010 08	106,589 39
Stat.	The Fisheries Improvement Loans Act.....	489 80	489 80	
Stat.	The Small Businesses Loans Act.....	1,894 53	1,894 53	
Stat.	Interest payments, liabilities under guaranteed loans, and alternative payments to provinces under the Canada Student Loans Act.....	76,785 38	76,785 38	39,164 21
		<hr/>		
		1,650,895 76	1,650,895 76	153,235 68
		6,118,775 55	6,023,812 57	3,635,260 53
PUBLIC DEBT CHARGES				
Stat.	Interest and annual amortization of bond discount, premiums and commissions	1,108,028,592 05	1,108,028,592 05	1,048,462,684 86
Stat.	Servicing costs and costs of issuing new loans.....	2,828,604 99	2,828,604 99	2,827,911 25
		<hr/>		
		1,110,857,197 04	1,110,857,197 04	1,051,290,596 11
SUBSIDIES AND OTHER PAYMENTS TO PROVINCES				
Stat.	Payments under the British North America Act, the Federal- Provincial Fiscal Arrangements Act and other statutory authority.....	459,606,354 12	459,606,354 12	348,677,945 02
5	Payments, computed in accordance with terms and con- ditions approved by the Governor in Council, to the government of each province, in respect of income tax paid by corporations whose main business is the distribu- tion to or generation for distribution to the public of electrical energy, gas or steam; the said payments to be made in respect of such part of the income of the corpora- tions for the taxation year ending in the calendar year 1963 (as determined under and for the purposes of the In- come Tax Act) as is derived from the said distribution or generation in the province to which payment is made....	8,500,000 00	6,386,928 00	9,679,077 00
		<hr/>		
		468,106,354 12	465,993,282 12	358,357,022 02
UNIVERSITY GRANTS				
Stat.	Payments to the association of universities and colleges of Canada for the purpose of making grants to institutions of higher learning.....	27,748,000 00	27,748,000 00	27,264,000 00
MUNICIPAL GRANTS				
10	Grants to municipalities in accordance with the Municipal Grants Act and regulations made there- under.....	\$ 33,000,000 00		
10b	To extend the purposes of Finance vote 10 of the main estimates, 1965-66, to authorize a grant to the Corporation of the City of Ottawa in accordance with terms and conditions prescribed by the Governor in Council with respect to build- ings owned by Her Majesty in right of Canada and situate in the City of Ottawa in lieu of redevelopment charges imposed upon owners of buildings erected or en- larged under building permits issued after May 2, 1960 and to provide a further amount of.....	3,850,000 00		
		<hr/>		
		36,850,000 00	36,841,862 35	35,670,704 68

APPROPRIATIONS AND EXPENDITURES—Continued

Vote	1965-66	1965-66	1964-65
	Appropriations	Expenditures	Expenditures
	\$	\$	\$
Finance—Continued			
GOVERNMENT ADMINISTRATION			
11e To deem former members of the Senate who are in receipt of an annuity pursuant to part III of An Act to make provision for the retirement of members of the Senate and dependents of such members to be, for purposes of Finance vote 20b of the Appropriation Act No. 10, 1964 and the regulations made thereunder, former members of the Senate who are in receipt of an annual allowance pursuant to the Members of Parliament Retiring Allowances Act or dependents of such members, as the case may be. . .	1 00		
15 Contingencies—Subject to the approval of the Treasury Board, (a) to supplement the payroll provisions of other votes; (b) for miscellaneous minor or unforeseen expenses; and (c) for awards under the Public Servants Inventions Act; including authority to re-use any sums repaid to this appropriation from other appropriations \$ 6,000,000 00			
15b.....	35,000,000 00		
15d To extend the purposes of Finance vote 15 of the main estimates for 1965-66 to supplement, in such amounts and in accordance with such terms and conditions as the Treasury Board may prescribe, the 1965-66 and 1966-67 estimates of other departments in order to provide for a winter construction and repair program and to provide a further amount of	25,000,000 00		
15e.....	5,000,000 00		
	71,000,000 00		
Less transfers.....	66,661,440 00	4,338,560 00	
16e To authorize the Treasury Board to delete from the accounts certain debts due, and claims by, Her Majesty, each of which is in excess of \$1,000, amounting in the aggregate to \$1,084,556 60.	1 00		
Stat. Government's contribution to the superannuation account and the public service death benefit account, payments under earlier superannuation and retirement acts and under the Public Service Pension Adjustment Act, and gratuities to families of deceased employees.	61,323,470 06	61,323,470 06	59,323,580 53
Stat. Amortization of deferred charges arising out of pay increases—public service superannuation account.	15,920,000 00	15,920,000 00	
17d Government's contribution as an employer under the Canada pension plan and the Quebec pension plan in respect of persons employed in the public service whose remuneration is payable out of the consolidated revenue fund. \$ 3,550,000 00			
17e.....	600,000 00	4,150,000 00	4,149,985 60
18 Government's contribution to the superannuation account as a result of the authorization of salary increase, each one of which was applicable to at least that percent of the contributors under the Public Service Superannuation Act during the 1963-64 and 1964-65 fiscal years, as may be prescribed by the Treasury Board, in such amount as, in the opinion of the Minister of Finance, is necessary to provide for one-fifth of the cost to Her Majesty in right of			

APPROPRIATIONS AND EXPENDITURES—Continued

Vote		1965-66	1965-66	1964-65
		Appropriations	Expenditures	Expenditures
		\$	\$	\$
Finance—Continued				
GOVERNMENT ADMINISTRATION—Concluded				
	Canada for the benefits payable under that Act as a result of the said salary increases.....	10,000,000 00	9,980,200 00	9,980,200 00
19b	To deem, for the purposes of subsection (4) of section 11 of the Public Service Superannuation Act, Mrs. E. T. Pettie to have been employed in the public service substantially without interruption for a period of five years immediately before her retirement therefrom.....	1 00		
20	Government's share of surgical-medical insurance premiums and government's contributions to pension plans and death benefit plans for employees engaged locally outside Canada who are excluded from the Public Service Superannuation Act, to the unemployment insurance fund in respect of government employees paid through the central pay office and to the hospital insurance (outside Canada) plan.....	11,340,000 00	11,294,232 81	11,273,096 20
21b	To authorize, with effect from April 1, 1965, payment in the current and subsequent fiscal years of an annuity under the locally engaged (non-contributory) pension regulations in respect of Hilda L. Waddell as if, upon her retirement from employment, she was an employee within the meaning of the said regulations on July 1, 1961, and to repeal, with effect from April 1, 1965, vote 95 of Appropriation Act No. 5, 1959.....	1 00		
22d	To authorize with effect from April 1, 1965, payment in the current and subsequent fiscal years of an annuity under the locally engaged (non-contributory) pension regulations in respect to Mr. Julio Moreira as if upon retirement from employment he was an employee within the meaning of the said regulations on July 1, 1961 and to repeal with effect from April 1, 1965, vote 734 of Appropriation Act No. 4, 1954.....	1 00		
23e	To provide that, for the purposes of the Public Service Superannuation Act, the period of employment in the public service of Joseph Charles Yvon Charlebois that commenced on September 9, 1954 and ended in March 16, 1955 shall, notwithstanding section 4(1)(c) of the Act, be deemed to be a period during which he was required by subsection (1) of section 4 to contribute to the superannuation account.....	1 00		
24e	To provide that where a person who (a) was employed in the public service on July 1, 1954; and (b) has not, before the coming into force of this item, made any contributions under section 42 of the Public Service Superannuation Act; made an election under section 52 (1) of the Act in purported compliance therewith that was invalid by reason only that the person was not, on July 1, 1954, a participant within the meaning of the Act, the said election shall be deemed to have been validly made under and in accordance with section 52 (1) of the Act.....	1 00		
		107,072,037 06	102,667,888 47	80,576,876 73
COMPTROLLER OF THE TREASURY				
25	Administration, including the administration of the Superannuation and Retirement Acts.....\$ 25,077,400 00			
	Transfer from Department of Finance vote 15 contingencies.....	650,000 00		
		25,727,400 00	25,377,244 61	24,918,244 52

APPROPRIATIONS AND EXPENDITURES—Continued

Vote		1965-66	1965-66	1964-65
		Appropriations	Expenditures	Expenditures
		\$	\$	\$
Finance—Continued				
TARIFF BOARD				
Stat.	Salaries of the members.....	132,000 00	132,000 00	132,000 00
30	Administration.....	312,800 00	289,784 17	253,102 98
		444,800 00	421,784 17	385,102 98
ROYAL CANADIAN MINT				
35	Administration, operation and maintenance \$ 2,701,000 00			
	35b.....	165,500 00		
	Transfer from Department of Finance vote			
	15 contingencies.....	178,500 00		
			3,045,000 00	2,571,499 59
40	Construction or acquisition of equipment..\$ 480,300 00			
	40b.....	107,200 00		
		587,500 00	408,322 05	90,231 51
		3,632,500 00	3,193,891 29	2,661,731 10
MUNICIPAL DEVELOPMENT AND LOAN BOARD				
45	Administration.....	216,000 00	161,452 19	144,782 10
Stat.	Forgiveness of indebtedness in accordance with the terms of the Municipal Development and Loan Act.....	33,849,916 48	33,849,916 48	2,545,761 25
50b	To authorize the Municipal Development and Loan Board in the current and subsequent fiscal years, in cases where a municipal project, in respect of which a loan is approved by the Board under the Municipal Development and Loan Act, is not completed on or before the 31st day of March, 1966, to forgive payment of 25 per cent of that portion of the principal amount of the loan that is advanced after the 31st day of March, 1966 with respect to the costs, as determined by the Board, incurred on the project on or before that date.....\$ 10,000,000 00			
50e	To extend the purposes of Finance vote 50b, supplementary estimates (B), 1965-66 to authorize the Municipal Development and Loan Board in the current and subsequent fiscal years, notwithstanding sections 7 and 11 of the Municipal Development and Loan Act, in cases where a municipal project, in respect of which a loan is approved by the board under the Municipal Development and Loan Act,			
(a)	is completed to the satisfaction of the board during the period commencing on April 1, 1966 and ending on September 30, 1966, to forgive payment of 25 per cent of the principal amount of the loan; and			
(b)	is not completed on or before the 30th day of September, 1966, to forgive payment of 25 per cent of that portion of the principal amount of the loan that is made with respect to the cost, as determined by the Board, incurred on the project during the period commencing on April 1, 1966 and ending on September 30, 1966; and to authorize the board to enter into an agreement for the purpose of implementing this provision with the government of any province with			

APPROPRIATIONS AND EXPENDITURES—Continued

Vote		1965-66	1965-66	1964-65
		Appropriations	Expenditures	Expenditures
		\$	\$	\$
Finance—Concluded				
MUNICIPAL DEVELOPMENT AND LOAN BOARD—Concluded				
	which an agreement has been entered into under section 7 (2) of the Act, additional amount required.....	12,000,000 00		
		22,000,000 00		
		56,065,916 48	34,011,368 67	2,690,543 35
GENERAL				
Stat.	Payment of liabilities previously transferred to revenue....	25,181 47	25,181 47	26,639 34
Stat.	Write-off of assets.....	27,331 62	27,331 62	451,291 49
		52,513 09	52,513 09	477,930 83
SPECIAL				
Stat.	Transfer from the Department of Trade and Commerce—payment of carrying costs of temporary wheat reserves and payments in connection with the Prairie Grain Advance Payments Act.....	37,475,310 44	37,475,310 44	34,565,626 33
	Expenditures from appropriations not required for 1965-66..			131,705 63
	Total.....	1,880,166,082 37	1,850,679,433 41	1,622,642,344 81
Fisheries				
Details of expenditure and revenue are given in section 16 of volume II				
Stat.	Minister of Fisheries—salary and motor car allowance....	16,999 92	16,999 92	17,000 00
1	Departmental administration including grants and contributions as detailed in the estimates.....\$	1,387,000 00		
	Transfer from Department of Finance vote 15 contingencies.....	36,400 00		
		1,423,400 00	1,365,738 38	1,209,066 69
FISHERIES MANAGEMENT AND DEVELOPMENT				
5	Operation and maintenance including Canada's share of the expenses of the international commissions detailed in the estimates and of the costs of programs and projects shared jointly with the provinces and industry..\$	14,557,000 00		
5b	.....	2,121,200 00		
5d	To extend the purposes of Fisheries vote 5 of the main estimates for 1965-66 to approve any agreement entered into between Canada and the United States to amend the Convention on Great Lakes Fisheries between Canada and the United States as set out in the Schedule to the Great Lakes Fisheries Convention Act increasing each section's membership in the Commission from three to four members and to authorize payment of the expenses of the fourth member.....	1 00		
	Transfer from Department of Finance vote 15 contingencies.....	692,100 00		
		17,370,301 00	16,221,454 04	13,881,116 12
10	Construction or acquisition of buildings, works, land and equipment including acquisition of land for the International Pacific Salmon Fisheries Commission, as required by article VIII of the convention.....\$	2,761,000 00		
10b	.....	632,000 00		
10d	.....	559,600 00		
	Transfer from Department of Finance vote 15 contingencies.....	40,000 00		
		3,992,600 00	3,756,221 66	1,360,084 50

APPROPRIATIONS AND EXPENDITURES—Continued

Vote		1965-66	1965-66	1964-65
		Appropriations	Expenditures	Expenditures
		\$	\$	\$
Fisheries—Concluded				
FISHERIES MANAGEMENT AND DEVELOPMENT—Concluded				
15	Grants, contributions and subsidies in the amounts and subject to the terms specified in the sub-vote titles listed in the details of estimates.....	\$ 1,710,000 00		
15b.....		2,150,000 00		
15d.....		866,000 00		
15e.....		150,000 00		
		4,876,000 00	3,931,768 13	1,540,752 02
Stat.	Fishing bounty.....	159,964 00	159,964 00	159,003 85
Stat.	Refunds of amounts credited to revenue in previous years....	612 06	612 06	
17e	Estimated amount required to recoup the fishing vessel indemnity account and the lobster trap indemnity account established under vote 540 of the Appropriation Act No. 5, 1955, and vote 527 of the Appropriation Act No. 6, 1956, to cover the net operating losses in the said accounts as at March 31, 1966.....	56,000 00	55,999 26	80,999 74
		27,895,876 98	25,508,757 45	18,248,022 92
FISHERIES RESEARCH BOARD OF CANADA				
20	Administration, operation and maintenance including an amount of \$100,000 for grants for fisheries research and for scholarships and authority to make recoverable advances of amounts not exceeding in the aggregate the amount of the share of the international great lakes fishery commission of the cost of work on lamprey control and lamprey research.....	\$ 6,906,000 00		
20b.....		388,300 00		
	Transfer from Department of Finance vote 15 contingencies.....	242,000 00		
		7,536,300 00	7,239,473 69	6,227,044 02
25	Construction or acquisition of buildings, works, land and equipment.....	2,100,000 00	1,778,244 57	1,118,194 24
		9,636,300 00	9,017,718 26	7,345,238 26
	Total.....	37,532,176 98	34,526,475 71	25,593,261 18
Forestry				
<i>Details of expenditure and revenue are given in section 17 of volume II</i>				
Stat.	Minister of Forestry — salary and motor car allowance.....	16,999 92	16,999 92	17,097 69
1	Departmental administration.....	\$ 1,027,500 00		
	Transfer from Department of Finance vote 15 contingencies.....	61,600 00		
		1,089,100 00	1,068,912 21	748,886 43
3	Construction of extension to research laboratory in Pointe Claire, Quebec for use by the Pulp and Paper Research Institute of Canada.....	1,700,000 00	1,381,772 81	599,859 95
5	Contributions to the provinces in the amounts and subject to the terms specified in the details of estimates.....	\$ 7,910,000 00		
5b.....		675,000 00		
5e.....		150,000 00		
		8,735,000 00	8,567,609 93	8,469,507 58
10	Freight assistance on western feed grains including assistance in respect of grain storage costs in accordance with terms and conditions prescribed by the Governor in Council.....	\$ 19,500,000 00		
10d.....		1,500,000 00		
		21,000,000 00	20,999,593 96	19,114,857 38

APPROPRIATIONS AND EXPENDITURES—Continued

Vote	1965-66		1965-66	1964-65
	Appropriations	Expenditures	Expenditures	Expenditures
	\$	\$	\$	\$
Forestry—Concluded				
FORESTRY				
15 Administration, operation and maintenance including grants as detailed in the estimates.....	\$ 8,885,600 00			
Transfer from Department of Finance vote 15 contingencies.....	562,800 00			
		9,448,400 00	9,377,285 49	8,412,624 06
20 Construction or acquisition of buildings, works, land and equipment.....		1,722,000 00	1,517,591 49	2,429,359 01
		11,170,400 00	10,894,876 98	10,841,983 07
RURAL DEVELOPMENT				
25 Agricultural Rehabilitation and Development Act program and Maritime Marshland Rehabilitation Act program — administration, operation and maintenance.....	\$ 798,500 00			
Transfer from Department of Finance vote 15 contingencies.....	25,200 00			
		823,700 00	789,937 85	615,589 82
30 Agricultural Rehabilitation and Development Act program and Maritime Marshland Rehabilitation Act program — construction or acquisition of buildings, works, land and equipment including authority to make recoverable advances in amounts not exceeding in the aggregate the amount of the share of the Province of New Brunswick of the cost of the Petitecodiac river dam project.....		848,900 00	359,184 11	201,165 67
35 Payments in respect of projects and programs under the Agricultural Rehabilitation and Development Act, and payments to provinces pursuant to agreements entered into under that act.....		16,880,000 00	13,010,985 81	9,145,490 29
		18,552,600 00	14,160,107 77	9,962,245 78
GENERAL				
11b Payment in respect of extra costs resulting from unloading the S.S. "Wheat King" at Quebec while en route to deliver grain at Halifax.....		58,400 00	43,978 63	
Stat. Gratuties to families of deceased employees.....		725 00	725 00	
Total.....		62,323,224 92	57,134,577 21	49,754,437 88

Governor General and Lieutenant-Governors

*Details of expenditure and revenue are given
in section 18 of volume II*

Stat.	Salary of the Governor General.....	48,666 60	48,666 60	48,666 60
Stat.	Salaries of the Lieutenant-Governors of the Provinces.....	181,999 81	181,999 81	182,000 00
1	Office of the Secretary to the Governor General.....	308,200 00		
	Transfer from Department of Finance vote 15 contingencies.....	36,200 00		
			344,400 00	326,941 61
5	To authorize reimbursement to the Lieutenant-Governors of the Provinces of Canada of the costs of travelling and hospitality incurred in the exercise of their duties up to a maximum per annum for each as detailed in the estimates.....	142,500 00	132,947 97	130,908 37
Total.....		717,566 41	690,555 99	648,702 80

APPROPRIATIONS AND EXPENDITURES—Continued

Vote		1965-66	1965-66	1964-65
		Appropriations	Expenditures	Expenditures
		\$	\$	\$
Industry				
<i>Details of expenditure and revenue are given in section 19 of volume II</i>				
Stat.	Minister of Industry — salary and motor car allowance. . . .	17,000 00	17,000 00	17,000 00
1	Departmental administration, including grants as detailed in the estimates.	6,007,600 00	4,958,151 14	3,271,580 84
5	To sustain technological capacity in Canadian industry by supporting selected defence development programs, on terms and conditions approved by Treasury Board, and to authorize, notwithstanding section 30 of the Financial Administration Act, total commitments of \$60,000,000 for the foregoing purposes during the current and subsequent fiscal years.	25,000,000 00	23,897,779 01	20,499,999 80
10b	To advance the technological capability of Canadian manufacturing industry by supporting selected civil (non-defence) development projects on terms and conditions approved by Treasury Board and to authorize, notwithstanding section 30 of the Financial Administration Act, total commitments of \$20,000,000 for the foregoing purposes during the current and subsequent fiscal year.	5,000,000 00	428,218 42	
15e	To provide that the amount appropriated by section 5 (1) of the Area Development Incentives Act may be credited to the area development account from time to time as required; notwithstanding section 5 (3) of the Act, to authorize payments out of the consolidated revenue fund up to the amounts credited to the account; and to authorize total commitments in respect of development grants under the act in the current and subsequent fiscal years not exceeding \$100,000,000.	1 00		
	Total.	36,024,601 00	29,301,148 57	23,788,580 64

Insurance*Details of expenditure and revenue are given in section 20 of volume II*

1	Departmental administration. \$	950,400 00		
	Transfer from Department of Finance			
	vote 15 contingencies.	21,700 00		
		972,100 00	967,572 84	897,314 91
Stat.	Civil service insurance actuarial liability adjustment.	544,486 38	544,486 38	548,546 62
	Total.	1,516,586 38	1,512,059 22	1,445,861 53

Justice*Details of expenditure and revenue are given in section 21 of volume II*

Stat.	Minister of Justice — salary and motor car allowance.	16,678 51	16,678 51	17,000 00
LEGAL AND OTHER SERVICES				
1	Administration including the Office of the Superintendent of Bankruptcy, grants and contributions as detailed in the estimates, gratuities to the widows or such dependents as may be approved by Treasury Board of Judges who die while in office and authority to make recoverable advances for the administration of justice on behalf of the Governments of the Northwest Territories and the Yukon Territory. \$	2,504,300 00		

APPROPRIATIONS AND EXPENDITURES—Continued

Vote			
	1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
	\$	\$	\$
Justice—Concluded			
LEGAL AND OTHER SERVICES—Concluded			
1b To extend Justice vote 1 of the main estimates, 1965-66, for the purposes set out in the sub-vote title relating to a committee on corrections and in the sub-vote relating to the "Statute Revision Commission", to include grants as detailed in the estimates and to provide a further amount of.....	224,100 00		
1d.....	15,424 00		
1e.....	35,500 00		
Transfer from Department of Finance vote 15 contingencies.....	66,400 00		
	2,845,724 00		
Less: transfer to Department of Solicitor General.....	403,124 00		
	2,442,600 00	2,319,581 79	1,988,614 48
5 Combines Investigation Act — Administration.....\$	837,500 00		
Transfer from Department of Finance vote 15 contingencies.....	21,500 00		
	859,000 00		
Less: Transfer to Privy Council.....	859,000 00		
Stat. Judges' salaries, allowances and pensions.....	9,030,523 87	9,030,523 87	8,637,766 93
Stat. Refunds of amounts credited to revenue in previous years...	1,030 33	1,030 33	1,319 05
CORRECTIONAL SERVICES			
10 Administration, operation and maintenance including compensation to discharged inmates permanently disabled while in penitentiaries.....\$	28,207,400 00		
Transfer from Department of Finance vote 15 contingencies.....	1,066,100 00		
	29,273,500 00		
Less: transfer to Department of Solicitor General.....	29,273,500 00		
15 Construction or acquisition of buildings, works, land and equipment.....\$	25,622,000 00		
15d.....	2,800,000 00		
	28,422,000 00		
Less: transfer to Department of Solicitor General.....	28,422,000 00		
Stat. Pensions to dependents of penitentiary personnel who lost their lives in the performance of duty.....\$	14,120 90		
Less: transfer to Department of Solicitor General.....	14,120 90		
Total.....	11,490,832 71	11,367,814 50	10,644,700 46

APPROPRIATIONS AND EXPENDITURES—Continued

Vote		1965-66	1965-66	1964-65
		Appropriations	Expenditures	Expenditures
		\$	\$	\$
Labour				
<i>Details of expenditure and revenue are given in section 22 of volume II</i>				
Stat.	Minister of Labour — salary and motor car allowance	16,999 84	16,999 84	17,000 00
1	General administration, including grants as detailed in the estimates; the expenses of the international labour conferences; the promotion of labour-management co-operation; the promotion of a program for the employment of the older worker; the promotion of programs for combatting seasonal unemployment; the organization and use of workers for farming and related industries; and the manpower consultative service \$	4,833,500 00		
	1b	1,065,000 00		
	1d	345,000 00		
	1e	47,500 00		
	Transfer from Department of Finance vote 15 contingencies	285,100 00		
		6,576,100 00		
	Less: transfer to Department of Citizenship and Immigration	2,211,634 00		
		4,364,466 00	4,120,863 11	3,286,234 89
5	Payments to carry out the purposes of the Vocational Rehabilitation of Disabled Persons Act and agreements made thereunder, including undischarged commitments under previous agreements; payments to provinces under agreements entered into with the provinces by the Minister of Labour with the approval of the Governor in Council for the organization and use of workers for farming and related industries; and to authorize payments in accordance with agreements entered into with the approval of the Governor in Council by the Minister of Labour with provinces, employers and workers in respect of labour mobility and assessment incentives \$	1,280,000 00		
	5b	115,000 00		
	5c To extend the purposes of Labour vote 5, main estimates, 1965-66 to include authority for payments of transitional assistance, in accordance with regulations approved by the Governor in Council, to workers in automotive manufacturing and parts industries who become unemployed as a result of the operation of the Canada-United States agreement on automotive products . . .	5,000,000 00		
		6,395,000 00		
	Less: transfer to Department of Citizenship and Immigration	1,395,000 00		
		5,000,000 00	3,892 00	
5d*	To authorize payment in the 1965-66 fiscal year of amounts, not exceeding in the aggregate the unspent balance remaining at the conclusion of the 1964-65 fiscal year in Labour vote 5, main estimates 1964-65, to meet undischarged commitments under the older worker employment and training incentive program that might otherwise have been paid pursuant to the appropriation based on			

APPROPRIATIONS AND EXPENDITURES—Continued

Vote		1965-66	1965-66	1964-65
		Appropriations	Expenditures	Expenditures
		\$	\$	\$
Labour—Continued				
	the said vote during the 1964-65 fiscal year if they had come in course of payment.....	\$		
	Less: transfer to Department of Citizenship and Immigration.....	3,290,764 35		
		3,290,764 35		
TECHNICAL AND VOCATIONAL TRAINING ASSISTANCE				
10	Administration.....	\$ 828,900 00		
	10d.....	35,500 00		
	Transfer from Department of Finance vote			
	15 contingencies.....	7,200 00		
		871,600 00		
	Less: transfer to Department of Citizenship and Immigration.....	871,600 00		
12b	Acquisition of the buildings, works and lands commonly known as the The Mississauga Indian Village at Elliot Lake, Ontario, for the purposes of the Elliot Lake Centre for continuing education.....	\$ 437,000 00		
	Less: transfer to Department of Citizenship and Immigration.....	437,000 00		
15	Payments to the provinces to carry out the purposes of the Technical and Vocational Training Assistance Act and agreements made thereunder and payments under agreements providing for the sharing of expenditures for research projects to provide information relating to vocational training and manpower requirements.....	\$ 116,988,000 00		
	15b.....	42,000,000 00		
	15d To extend the purpose of Labour vote 15 of the main estimates for 1965-66 to include authority for the Minister of Citizenship and Immigration to pay to or in respect of persons resident in designated areas within the meaning of the Department of Industry Act up to 100% of the costs, in accordance with terms and conditions approved by the Governor in Council, of			
	(a) allowances			
	(b) developing experimental training methods and techniques; and			
	(c) related activities including training programs.....	30,000 00		
		159,018,000 00		
	Less: transfer to Department of Citizenship and Immigration.....	159,018,000 00		
ANNUITIES ACT				
20	Administration and government's contribution to annuities agents pension account in accordance with regulations made pursuant to vote 181, Appropriation Act No. 5, 1961.....	1,197,300 00	1,124,844 09	1,207,059 04

APPROPRIATIONS AND EXPENDITURES—Continued

Vote	1965-66		1965-66		1964-65	
	Appropriations		Expenditures		Expenditures	
	\$		\$		\$	
Labour—Continued						
GOVERNMENT EMPLOYEES COMPENSATION						
25 Administration of the Government Employees Compensation Act.....	\$	123,100 00				
25b.....		6,000 00				
			129,100 00	112,749 55		121,323 01
Stat. Payments of compensation respecting government employees.....			2,841,404 59	2,841,404 59		2,489,994 40
Stat. Payments to dependents of deceased merchant seamen — Merchant Seamen Compensation Act.....			15,685 92	15,685 92		
			2,986,190 51	2,969,840 06		2,611,317 41
SPECIAL SERVICES						
6b* Payments in accordance with terms and conditions approved by the Governor in Council to provinces and in respect of Indian bands under the municipal winter works incentive program during the 1964-65 and 1965-66 fiscal years of amounts not exceeding fifty per cent of the cost of labour incurred in the period from November 1st, 1964 to such day or days in the fiscal year 1965-66 as may be determined by the Governor in Council, and in the case of projects in designated areas within the meaning of the Department of Industry Act and in areas determined by the Minister of Labour to be areas of high winter unemployment, sixty per cent of such cost; and to authorize payments in those fiscal years to provinces in respect of previous municipal winter works incentive programs.....	\$	26,318,304 58				
6d Payments in accordance with terms and conditions approved by the Governor in Council to provinces and in respect of Indian bands under the municipal winter works incentive program during the 1965-66 and 1966-67 fiscal years of amounts not exceeding fifty per cent of the cost of labour incurred in the period from November 1, 1965 to such day or days in the fiscal year 1966-67 as may be determined by the Governor in Council, and in the case of projects in designated areas within the meaning of the Department of Industry Act and in areas determined by the Minister of Labour to be areas of high winter unemployment, sixty per cent of such cost; and to authorize payments in those fiscal years to provinces in respect of previous municipal winter works incentive programs.....						
			54,000,000 00			
			80,318,304 58			
Less: transfer to Department of Citizenship and Immigration.....			80,318,304 58			
8b* Payments in accordance with terms and conditions approved by the Governor in Council under the winter house building incentive program during the fiscal years 1964-65 and 1965-66 of \$500 per dwelling unit substantially built						

APPROPRIATIONS AND EXPENDITURES—Continued

<u>Vote</u>	<u>1965-66</u> <u>Appropriations</u>	<u>1965-66</u> <u>Expenditures</u>	<u>1964-65</u> <u>Expenditures</u>
	\$	\$	\$
Labour—Continued			
SPECIAL SERVICES—Concluded			
	12,463,500 00		
8a Payments in accordance with terms and conditions approved during the period November 15, 1964 to March 31, 1965 . . by the Governor in Council under the winter house building incentive program during the fiscal years 1964-65 and 1965-66 of \$500 per dwelling unit substantially built during the period November 15, 1964 to March 31, 1965—To extend to April 15, 1965 the termination date of the period referred to in Labour Vote 8b of the Appropriation Act No. 10, 1964; to authorize payments in the current fiscal year of undischarged commitments under Labour Vote 34d of the Appropriation Act No. 5, 1963; and to supplement the said Vote 8b		14,145,000 00	
8d Payments in accordance with terms and conditions approved by the Governor in Council under the winter house building incentive program during the fiscal years 1965-66 and 1966-67 of \$500 per dwelling unit substantially built during the period November 15, 1965 to April 15, 1966; and to authorize payments in those fiscal years in respect of previous winter house building incentive programs	2,000,000 00		16,280,500 00
	17,000,000 00	1,612,000 00	
	31,463,500 00	15,757,000 00	16,280,500 00
GENERAL			
Stat. Write-off of assets	236 05	236 05	
Transfer from Department of Finance vote 15 contingencies, to cover charges payable to Scrim's Florist Limited, Ottawa for floral tributes re: the death of Dr. C. Fred McNally	36 00 272 05	35 40 271 45	
NATIONAL EMPLOYMENT SERVICE			
30 Administration of the national employment service including the transfer of labour to places where employment is available and expenses incidental thereto in accordance with regulations of the Governor in Council . . \$	22,078,300 00		
30b To extend the purposes of vote 30 of the main estimates for 1965-66 to include a grant of \$2,500 to the Canadian Association for Adult Education to assist in defraying the expenses of a founding conference for a Canadian Guidance and Counselling Association, and to provide a further amount of	4,237,000 00		
	26,315,300 00		
Less: transfer to Department of Citizenship and Immigration	26,315,300 00		
35b To authorize, in accordance with regulations approved by the Governor in Council, grants to workers who move from one place in Canada to another place in Canada where employment is available to provide for payment of			
(a) the actual cost of their transportation and that of their dependents,			
(b) the actual cost of movement of their household effects, and			
(c) an amount in respect of resettlement and other incidental expenses \$	5,000,000 00		

APPROPRIATIONS AND EXPENDITURES—Continued

Vote	1965-66	1965-66	1964-65
	<u>Appropriations</u>	<u>Expenditures</u>	<u>Expenditures</u>
	\$	\$	\$
Labour—Concluded			
NATIONAL EMPLOYMENT SERVICE— <i>Concluded</i>			
35d To extend the purposes of Labour vote 35b in supplementary estimates (B) 1965-66, which provided for the establishment of a manpower mobility program, to authorize, in accordance with regulations approved by the Governor in Council, grants to or in respect of persons who are moved from one place in Canada to another place in Canada in connection with the manpower mobility program.....	1 00		
	5,000,001 00		
Less: transfer to Department of Citizenship and Immigration.....	5,000,001 00		
Total.....	45,028,728 40	23,993,710 55	23,402,111 34

*These votes appear in the 1964-65 estimates.

Legislation

Details of expenditures and revenue are given in section 23 of volume II

THE SENATE

Members of the Senate —

Stat.	Salary and motor car allowance of the Speaker of the Senate, and payments to members of the Senate under the Senate and House of Commons Act.....	1,490,307 19	1,490,307 19	1,522,501 09
1	Allowance in lieu of residence to the Speaker of the Senate.	3,000 00	3,000 00	3,000 00
5	General administration.....\$	1,077,200 00		
5e	.....	79,200 00		
	Transfer from Department of Finance			
	Vote 15 contingencies.....	107,000 00		
		1,263,400 00	1,246,657 71	1,148,935 18
7e	To deem, for the purpose of enabling the Governor in Council to grant an annuity under section 16 of An Act to make provision for the retirement of members of the Senate, that Senator J. W. Comeau was, at the time of his death, a person who had been granted an annuity under section 15 of the said Act.....	1 00		
27d*	To authorize, during the current and subsequent fiscal years, payment of a gratuity in respect of the death of any member of the Senate or House of Commons subsequent to August 2, 1963, to the surviving spouse or the estate of the deceased member, in an amount equal to two months sessional indemnity and to ratify any such payments made during the 1963-64 fiscal year.....	4,000 00	4,000 00	
		2,760,708 19	2,743,964 90	2,674,436 27

HOUSE OF COMMONS

Stat.	Members of the House of Commons — salaries and allowances of officers and members of the House of Commons under the Senate and House of Commons Act and the government's contribution to the members of parliament retiring allowances account.....	5,261,296 37	5,261,296 37	5,478,195 21
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APPROPRIATIONS AND EXPENDITURES—Continued.

Vote	1965-66		1965-66		1964-65	
	Appropriations		Expenditures		Expenditures	
	\$		\$		\$	
Legislation—Concluded						
HOUSE OF COMMONS—Concluded						
10	Allowances in lieu of residence to the Speaker of the House of Commons, and in lieu of apartments to the Deputy Speaker of the House of Commons; allowance to the deputy chairman of committees.....\$	6,500 00				
	10b.....	2,000 00				
			8,500 00	6,522 23		8,500 00
15	Expenses of the Canada-United States inter-parliamentary group, of delegates attending other inter-parliamentary conferences, expenses connected with visits of delegates from other legislatures, including the expenses of the inter-parliamentary conference to be held in Ottawa in 1965, Canada's fee for membership in the inter-parliamentary union, Canada's share of the expenses of the commonwealth parliamentary association including subscriptions to publications of the association, and a grant of \$22,000 to the Canadian North Atlantic treaty organization parliamentary association.....\$	316,475 00				
	15d.....	55,000 00				
			371,475 00	352,985 57		54,395 23
20	General administration.....\$	5,035,500 00				
	20b.....	10,000 00				
	20e.....	220,000 00				
	Transfer from Department of Finance vote					
	15 contingencies.....	640,300 00				
			5,905,800 00	5,869,612 21		5,588,942 50
27d*	To authorize, during the current and subsequent fiscal years, payment of a gratuity in respect of the death of any member of the Senate or House of Commons subsequent to August 2, 1963, to the surviving spouse or the estate of the deceased member in an amount equal to two month's sessional indemnity and to ratify any such payments made during the 1963-64 fiscal year.....					
			4,000 00	4,000 00		10,000 00
			11,551,071 37	11,494,416 38		11,140,032 94
LIBRARY OF PARLIAMENT						
25	General Administration.....		482,900 00	473,441 43		400,397 52
	Total.....		14,794,679 56	14,711,822 71		14,214,866 73

*This vote appears in the 1964-65 estimates.

Mines and Technical Surveys

Details of expenditure and revenue are given in section 24 of volume II

Stat.	Minister of Mines and Technical Surveys—salary and motor car allowance.....	16,999 91	16,999 91	17,000 00
	ADMINISTRATION SERVICES			
1	Departmental administration including the administration of the Explosives Act and Canada's fee for membership in the Pan-American institute of geography and history.....	\$ 2,506,600 00		
	Transfer from Department of Finance vote			
	15 contingencies.....	181,700 00		
		<hr/>		
		2,688,300 00	2,589,121 21	2,195,873 29
5	Construction or acquisition of buildings, works, land and equipment including common-use field survey equipment.....	\$ 458,000 00		
5b.....		215,000 00		
		673,000 00	672,991 06	454,996 69
		3,361,300 00	3,262,112 27	2,650,869 98

APPROPRIATIONS AND EXPENDITURES—Continued

Vote	1965-66		1965-66	1964-65
	Appropriations	Expenditures	Expenditures	
	\$	\$	\$	
Mines and Technical Surveys—Continued				
FIELD AND AIR SURVEYS, MAPPING AND AERONAUTICAL CHARTING				
10 Administration, operation and maintenance including purchases of air photography and the expenses of the inter-departmental committee on air surveys, authority to make recoverable advances not exceeding the amount of the share of the United States Government of the cost of binding annual reports and maintaining boundary range lights, and grants as detailed in the estimates.....	\$ 7,779,200 00			
10b.....	40,000 00			
Transfer from Department of Finance vote				
15 contingencies.....	400,000 00			
		8,219,200 00	8,036,666 79	6,919,853 54
MARINE SURVEYS AND RESEARCH				
15 Administration, operation and maintenance including Canada's fee for membership in the international hydrographic bureau.....	\$ 7,771,000 00			
15d To extend the purposes of the Mines and Technical Surveys vote 15 of the main estimates for 1965-66 to permit oceanographic and hydrographic ships to carry out work in extraterritorial waters during the fiscal years 1965-66 and 1966-67 notwithstanding the Department of Mines and Technical Surveys Act...	1 00			
15e.....	100,000 00			
Transfer from Department of Finance vote				
15 contingencies.....	659,500 00			
		8,530,501 00	8,065,816 35	6,861,788 49
20 Construction or acquisition of buildings, works, land and equipment.....	\$ 3,560,000 00			
20b.....	179,000 00			
		3,739,000 00	3,495,577 31	2,151,540 89
		12,269,501 00	11,561,393 66	9,013,329 38
GEOLOGICAL RESEARCH				
25 Administration, operation and maintenance including Canada's share of the cost of the geological liaison office, British Commonwealth scientific conference, London, England, Canada's fee for membership in the international union of geological sciences and \$150,000 for grants in aid of geological research in Canadian universities.....	\$ 6,976,700 00			
Transfer from Department of Finance vote				
15 contingencies.....	269,700 00			
		7,246,400 00	7,047,699 17	6,591,103 84
30 Construction or acquisition of buildings, works, land and equipment.....		754,000 00	751,388 18	363,923 69
		8,000,400 00	7,799,087 35	6,955,027 53
MINING AND METALLURGICAL INVESTIGATIONS AND RESEARCH				
35 Administration, operation and maintenance including Canada's share of the cost of the commonwealth committee on mineral processing and \$50,000 for grants in aid of mining and mineral processing research in Canadian universities.....	\$ 5,736,000 00			
35b.....	49,000 00			
35e To increase to \$70,000 the grants in aid of mining and mineral processing research in Canadian universities.....	1 00			

APPROPRIATIONS AND EXPENDITURES—Continued

Vote	1965-66		1965-66	1964-65
	Appropriations	Expenditures	Expenditures	
	\$	\$	\$	
Mines and Technical Surveys—Continued				
MINING AND METALLURGICAL INVESTIGATIONS AND RESEARCH—Concluded				
Transfer from Department of Finance vote				
15 contingencies.....	192,800 00			
		5,977,801 00	5,875,527 78	5,209,655 67
40 Construction or acquisition of buildings,				
works, land and equipment.....\$	653,000 00			
40b.....	261,000 00			
		914,000 00	817,240 11	467,758 09
		6,891,801 00	6,692,767 89	5,677,413 76
GEOGRAPHICAL SURVEYS AND RESEARCH				
45 Administration, operation and maintenance including the				
expenses of the Canadian permanent committee on				
geographical names and the national committee for				
Canada of the international geographical union, Canada's				
fee for membership in the international geographical union				
and grants as detailed in the estimates...\$	758,000 00			
Transfer from Department of Finance vote				
15 contingencies.....	191,200 00			
		949,200 00	935,726 43	739,517 82
RESEARCH IN ASTRONOMY AND GEOPHYSICS				
50 Administration, operation and maintenance including the				
expenses of the national committee for Canada of the				
international astronomical union, Canada's fee for mem-				
bership in the international astronomical union and grants				
as detailed in the estimates.....\$	2,433,800 00			
Transfer from Department of Finance vote				
15 contingencies.....	122,300 00			
		2,556,100 00	2,394,872 07	2,018,026 75
55 Construction or acquisition of buildings,				
works, land and equipment.....\$	1,749,000 00			
55b.....	1,414,000 00			
		3,163,000 00	2,472,987 48	848,468 03
		5,719,100 00	4,867,859 55	2,866,494 78
GENERAL				
Stat. Payments under the Emergency Gold Mining Assistance				
Act.....		14,757,572 50	14,757,572 50	15,666,822 29
Stat. Gratuities to families of deceased employees.....		624 00	624 00	
60 Polar continental shelf project.....\$	1,657,200 00			
Transfer from Department of Finance vote				
15 contingencies.....	12,300 00			
		1,669,500 00	1,351,891 40	1,478,926 22
62d Payment of subsidy to San Antonio Gold Mines Limited				
during the 1965-66 and 1966-67 fiscal years in accordance				
with an agreement entered into by the Minister of Mines				
and Technical Surveys, with the approval of the Governor				
in Council, and the Government of Manitoba, the total				
cost of the subsidy to be borne in equal shares by the				
Government of Canada and the Government of Manitoba,				
the payments by the Government of Canada not to				
exceed \$45,000.00.....		45,000 00	37,500 00	
Transfer from Department of Finance vote 15 contingencies				
in order to provide for awards owing, or expected to be				
owing, to departmental employees under the provisions				
of the Public Servants Inventions Act.....		1,000 00	172 96	547 95
		16,473,696 50	16,147,760 86	17,146,296 46

APPROPRIATIONS AND EXPENDITURES—Continued

Vote		1965-66	1965-66	1964-65
		Appropriations	Expenditures	Expenditures
		\$	\$	\$
Mines and Technical Surveys—Continued				
RESOURCES DEVELOPMENT				
	Transfer from the Department of Northern Affairs and National Resources that portion of vote 1 which relates to the resources development branch.....	172,869 00	170,591 71	126,103 29
	Transfer from the Department of Northern Affairs and National Resources vote 5 contributions to the provinces, pursuant to agreements entered into the the approval of the Governor in Council by Canada with the provinces to assist in the development of roads leading to resources. . . .	7,265,000 00	7,265,000 00	6,062,027 10
	Transfer from Department of Northern Affairs and National Resources vote 10 contributions to the provinces, pursuant to agreements entered into with the approval of the Governor in Council by Canada with the provinces, of amounts equal to one-half of the amounts confirmed by the provinces as having been spent by them for camp-ground and picnic area developments.	175,000 00	161,637 33	58,971 01
	Transfer from the Department of Northern Affairs and National Resources vote 12b subventions under agreements entered into pursuant to the Atlantic Provinces Power Development Act in respect of electric power generated from eastern coal during the fiscal year 1965-66. . . .	2,500,000 00 10,112,869 00	2,457,647 79 10,054,876 83	6,247,101 40
WATER RESOURCES				
	Transfer from the Department of Northern Affairs and National Resources vote 30 administration operation and maintenance including Canada's share of the expenses of the international executive council, world power conference and authority to make recoverable advances in amounts not exceeding in the aggregate the amount of the shares of the Province of Manitoba and of the Province of Ontario of the cost of regulating the levels of Lake of the Woods and Lac Seul and the amount of the shares of provincial and outside agencies of the cost of hydrometric surveys.	3,857,500 00	3,661,518 31	2,914,719 72
	Transfer from the Department of Northern Affairs and National Resources vote 35 construction or acquisition of buildings works land and equipment and authority to make recoverable advances in amounts not exceeding in the aggregate the amount of the shares of provincial and outside agencies of the cost of hydrometric surveys.	989,400 00	625,419 78	295,886 06
	Transfer from the Department of Northern Affairs and National Resources vote 40 contributions to the provinces towards the construction of dams and other works to assist in the conservation and control of water resources in accordance with agreements entered into between Canada and the provinces.	9,400,000 00 14,246,900 00	9,353,658 85 13,640,596 94	8,949,500 51 12,160,106 29
DOMINION COAL BOARD				
65	Administration and investigations of the Dominion Coal Board.....\$ 183,000 00			
	Transfer from Department of Finance vote 15 contingencies..... 2,500 00			
		185,500 00	180,965 02	189,199 64
70	Subventions in respect of eastern coal under agreements entered into pursuant to the Atlantic Provinces Power Development Act.....\$ 600,000 00			
	70b..... 130,000 00			
		730,000 00	717,495 10	1,247,794 79

APPROPRIATIONS AND EXPENDITURES—Continued

Vote	1965-66	1965-66	1964-65
	Appropriations	Expenditures	Expenditures
	\$	\$	\$
Mines and Technical Surveys—Concluded			
DOMINION COAL BOARD—Concluded			
Stat. Payments in connection with the movement of coal under conditions prescribed by the Governor in Council and subsidy payments under an Act to place Canadian coal used in the manufacture of iron and steel on a basis of equality with imported coal	14,941,242 31	14,941,242 31	
75d To extend the authority granted by Mines and Technical Surveys vote 75b, Appropriation Act No. 10, 1964, to increase to \$22,500,000 the amount that may be expended annually in each of the five fiscal years commencing on the 1st day of April 1965 and ending on the 31st day of March 1970, as payments in connection with the movement of coal in accordance with such regulations as may be prescribed by the Governor in Council for the purpose of enabling Canadian coal to be laid down in prescribed markets at a price competitive with imported coal and imported residual oil; additional amount required for 1965-66	7,557,000 00	7,557,000 00	
	23,413,742 31	23,398,702 43	21,814,967 96
Transfer from the Department of Trade and Commerce vote 30 National Energy Board administration	974,500 00	944,962 74	679,221 18
Total	110,649,209 72	107,357,513 65	94,324,194 51

National Capital Commission

(included in the estimates of the Department of Public Works)

*Details of expenditure and revenue are given
in section 25 of volume II*

60 Operation and maintenance, general administration and interest charges on outstanding loans that were made for the purpose of acquiring property in the national capital region	\$ 6,809,000 00		
Transfer from Department of Finance vote 15 contingencies	15,400 00		
	6,824,400 00	6,521,110 95	5,854,430 80
65 Payment to the national capital fund	12,100,000 00	12,100,000 00	4,500,000 00
Total	18,924,400 00	18,621,110 95	10,354,430 80

National Defence

*Details of expenditure and revenue are given
in section 26 of volume II*

Stat. Minister of National Defence—salary and motor car allowance	16,999 92	16,999 92	17,000 00
Stat. Associate Minister of National Defence—salary and motor car allowance	16,999 92	16,999 92	16,999 92
1 Departmental administration, including grants to military associations, institutes and other organizations as detailed in the estimates and authority, notwithstanding section 30 of the Financial Administration Act, and subject to allotment by the Treasury Board, for total commitments of \$2,560,546,715 for the purposes of votes 1, 5, 15, 20, 25, 30, 35, 40 and 45 of this department regardless of the year in which such commitments will come in course of payment (of which it is estimated that \$1,044,262,000 will			

APPROPRIATIONS AND EXPENDITURES—Continued

Vote	1965-66	1965-66	1964-65
	Appropriations	Expenditures	Expenditures
	\$	\$	\$
National Defence—Continued			
come due for payment in future years) and authority to make recoverable advances under any of the said votes and, notwithstanding the Financial Administration Act, to spend revenue received during the year in respect of assistance rendered to the united nations, any party of the north atlantic treaty organization or any provincial or municipal government.....	5,204,855 00	4,533,824 07	3,822,635 66
INSPECTION SERVICES			
5 Operation and maintenance and construction or acquisition of buildings, works, land and equipment.....	7,395,860 00	7,330,449 09	7,041,651 26
DEFENCE SERVICES			
15 Operation and maintenance and construction or acquisition of buildings, works, land and major equipment for the Royal Canadian Navy, the Canadian Army and the Royal Canadian Air Force and \$1,850,000 for grants to the town of Oromocto.....	1,382,244,000 00	1,362,985,567 53	1,362,067,743 93
Stat. Exchequer court awards.....	56,982 76	56,982 76	49,892 52
	1,382,300,982 76	1,363,042,550 29	1,362,117,636 45
DEFENCE RESEARCH AND DEVELOPMENT			
Defence Research Board—			
20 Operation and maintenance.....\$ 27,153,000 00			
Transfer from Department of Finance vote 15 contingencies.....	866,000 00		
	28,019,000 00	27,871,055 96	25,268,228 73
25 Construction or acquisition of buildings, works, land and equipment.....	5,569,000 00	5,475,910 39	5,034,338 83
30 To foster defence research in Canadian industry by supporting selected defence applied research programs, on terms and conditions approved by the Treasury Board.....	5,788,000 00	5,309,239 43	3,839,265 51
35 Research Satellite Program — to provide for the design and instrumentation of a series of satellites to carry out a scientific research program agreed upon jointly by the United States National Aeronautical and Space Administration and the Defence Research Board.....	2,990,000 00	2,986,882 34	2,575,928 69
40 Development.....\$ 21,640,000 00			
40d.....	9,300,000 00		
	30,940,000 00	30,936,693 60	17,813,700 40
	73,306,000 00	72,579,781 72	54,531,462 16
MUTUAL AID			
45 Contributions to infrastructure and the military costs of the north atlantic treaty organization and the transfer of defence equipment and supplies and the provision of services and facilities for defence purposes in accordance with section 3 of the Defence Appropriation Act, 1950, not exceeding a total of \$32,050,000 including the present value of defence equipment or supplies or the cost of services made available by the Canadian Forces estimated in the amount of \$7,425,000 and provided by appropriations for those forces in the current and former years in respect of which, notwithstanding sub-section (3) of section 3 of the said act, no amount shall be charged to this appropriation or paid into a special account; Provided by this vote.....	24,625,000 00	14,663,178 12	27,540,912 43

APPROPRIATIONS AND EXPENDITURES—Continued

Vote	1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
	\$	\$	\$
National Defence—Concluded			
DEFENCE CONSTRUCTION (1951) LIMITED			
Transfer from Department of Defence Production vote 35 expenses incurred by Defence Construction (1951) Limited in procuring the construction of defence projects on behalf of the Department of National Defence and procuring the construction of such other projects as are approved by Treasury Board.....	2,085,000 00	1,963,877 59	2,200,166 36
GENERAL			
48 To authorize, notwithstanding the Financial Administration Act and section 11 of the Surplus Crown Assets Act, the payment into a special account in the consolidated revenue fund of:			
(a) all revenues received during the current and subsequent fiscal years from the sale of surplus materials, supplies and equipment, and			
(b) revenues received during the current and subsequent fiscal years from the sale during the current fiscal year of surplus buildings, works and land not exceeding an aggregate amount of \$5,000,000,			
and expenditures from the special account during the current and subsequent fiscal years, subject to the approval of Treasury Board, for any of the purposes of the Department of National Defence.....	1 00		
Stat. Gratuities to families of deceased employees.....	4,981 27	4,981 27	7,575 34
Stat. Refunds of amounts credited to revenue in previous years.....	7,705 50	7,705 50	647 72
	12,687 77	12,686 77	8,223 06
PENSIONS AND OTHER BENEFITS			
Stat. Payments under Parts I-IV of the Defence Services Pension Continuation Act, government's contribution to the Canadian forces superannuation account, government's contribution to the regular forces death benefit account under Part II of the Public Service Superannuation Act and an annuity to the widow of the late Honourable Norman McLeod Rogers.....	67,518,801 53	67,518,801 53	67,089,087 04
50 Civil pensions as detailed in the estimates and to authorize in respect of members of the Royal Canadian Air Force on leave without pay and serving as instructors with civilian training organizations operating under the British Commonwealth air training plan who were killed, payments to their dependents of amounts equal to the amounts such dependents would have received under the Pension Act, as amended, had such service as instructors been military service in the armed forces of Canada, less the value of any benefits received by such dependents under insurance contracts which were effected on the lives of such members of the Royal Canadian Air Force by or at the expense of the civilian organization.....	\$ 7,153 00		
50d.....	193 00		
	7,346 00	7,234 86	7,599 86
Stat. Amortization of deferred charges arising out of pay increases—Canadian forces superannuation account.....	16,760,400 00	16,760,400 00	13,440,400 00
	84,286,547 53	84,286,436 39	80,537,088 90
<i>Expenditures from appropriations not required for 1965-66</i>			1,089 18
Total.....	1,579,250,932 90	1,548,446,783 88	1,537,834,863 38

APPROPRIATIONS AND EXPENDITURES—Continued

Vote		1965-66	1965-66	1964-65
		Appropriations	Expenditures	Expenditures
		\$	\$	\$
National Film Board				
<i>Details of expenditure and revenue are given in section 27 of volume II</i>				
1	Administration, production and distribution of films and other visual materials.....	\$ 6,272,500 00		
	Transfer from Department of Finance vote 15 contingencies.....	212,700 00		
		6,485,200 00	6,485,200 00	6,046,000 00
5	Acquisition of equipment.....	407,700 00	406,134 96	307,632 68
	Total.....	6,892,900 00	6,891,334 96	6,353,632 68

National Gallery of Canada

Details of expenditure and revenue are given in section 28 of volume II

1	Administration, operation and maintenance, including the payment of \$300,000 to the national gallery purchase account for the purpose of acquiring works of art in conformity with section 8 of the National Gallery Act and grants as detailed in the estimates.....	\$ 1,462,000 00		
	1b To increase to \$692,900 the amount of the payment to the national gallery purchase account for the purpose of acquiring works of art in conformity with section 8 of the National Gallery Act.....	392,900 00		
	Transfer from Department of Finance vote 15 contingencies.....	25,000 00		
		1,879,900 00	1,815,625 92	1,303,734 12
	Total.....	1,879,900 00	1,815,625 92	1,303,734 12

National Health and Welfare

Details of expenditure and revenue are given in section 29 of volume II

Stat.	Minister of National Health and Welfare—salary and motor car allowance.....	16,999 92	16,999 92	17,000 00
ADMINISTRATION				
1	Departmental administration.....	\$ 2,330,100 00		
	Transfer from Department of Finance vote 15 contingencies.....	185,100 00		
		2,515,200 00	2,488,648 64	2,220,590 10
HEALTH SERVICES				
5	Administration, operation and maintenance, including grants as detailed in the estimates.....	\$ 7,175,200 00		
	Transfer from Department of Finance vote 15 contingencies.....	285,100 00		
		7,460,300 00	6,637,932 10	6,798,163 71
	Transfer from Department of Veterans Affairs — that portion of vote 30, treatment services, operation and maintenance, notwithstanding the Financial Administration Act, to spend revenue received during the year for prosthetic services.....	1,079,800 00	995,112 95	939,306 00

APPROPRIATIONS AND EXPENDITURES—Continued

Vote		1965-66	1965-66	1964-65
		Appropriations	Expenditures	Expenditures
		\$	\$	\$
National Health and Welfare—Continued				
HEALTH SERVICES—Concluded				
10	To authorize general health grants to the provinces, the Northwest Territories and the Yukon Territory upon the terms and in the amounts detailed in the estimates and under terms and conditions approved by the Governor in Council including authority, notwithstanding section 30 of the Financial Administration Act, to make commitments for the current year not to exceed a total amount of \$40,012,960.....	32,000,000 00	27,855,929 79	35,187,362 05
15	To authorize hospital construction grants to the provinces, the Northwest Territories and the Yukon Territory upon the terms and in the amounts detailed in the estimates and under terms and conditions approved by the Governor in Council including authority, notwithstanding section 30 of the Financial Administration Act, to make commitments for the current year not to exceed a total amount of \$28,073,332.....	20,000,000 00	17,622,037 78	21,512,346 68
Stat.	Contributions to provinces under agreements entered into pursuant to the Hospital Insurance and Diagnostic Services Act.....	319,606,418 33 380,146,518 33	319,606,418 33 372,717,430 95	433,882,420 01 498,319,598 45
MEDICAL SERVICES				
20	Administration, operation and maintenance including authority to make recoverable advances in amounts not exceeding in the aggregate the total on all amounts to be paid by the governments of provinces and territories under agreements to be entered on terms approved by the Governor in Council with such governments in respect of health assistance to persons residing on Indian reserves other than Indians and to residents of the territories other than Indians and Eskimos.....\$	32,002,500 00		
	20e.....	500,000 00		
	Transfer from Department of Finance vote 15 contingencies.....	472,600 00		
		32,975,100 00	32,510,997 29	30,602,300 51
25	Construction or acquisition of buildings, works, land and equipment including payments to hospitals and other institutions which care for Indians and Eskimos as contributions towards the construction of hospitals and related facilities.....\$	5,050,000 00		
	25d.....	700,000 00		
		5,750,000 00 38,725,100 00	4,995,367 23 37,506,364 52	1,924,486 66 32,526,787 17
FOOD AND DRUG SERVICES				
30	Administration, operation and maintenance\$	4,883,000 00		
	Transfer from Department of Finance vote 15 contingencies.....	318,800 00		
		5,201,800 00	5,102,271 91	4,081,051 45
35	Construction or acquisition of equipment.....	265,000 00 5,466,800 00	258,219 22 5,360,491 13	239,881 10 4,320,932 55
WELFARE SERVICES				
40	Administration, operation and maintenance including grants as detailed in the estimates.....\$	4,762,000 00		
	40b.....	838,000 00		
	Transfer from Department of Finance vote 15 contingencies.....	69,000 00		
		5,669,000 00	5,157,823 44	4,308,545 46

APPROPRIATIONS AND EXPENDITURES—Continued

Vote		1965-66	1965-66	1964-65
		Appropriations	Expenditures	Expenditures
		\$	\$	\$
National Health and Welfare—Concluded				
WELFARE SERVICES—Concluded				
Stat.	Family and youth allowances payments.....	598,203,373 91	598,203,373 91	572,645,046 60
Stat.	Old age assistance and blind and disabled persons allow- ances — payment of federal share of assistance.....	45,553,023 73	45,553,023 73	73,981,150 34
Stat.	Unemployment assistance — payment of federal share of assistance.....	101,707,172 24	101,707,172 24	107,553,374 35
Stat.	Fitness and amateur sport — payments.....	2,508,492 80	2,508,492 80	1,996,602 64
41	Family assistance, under terms and conditions as may be approved by the Treasury Board, in respect of children of immigrants and settlers (formerly under Citizenship and Immigration).....	\$ 2,300,000 00		
	41d.....	475,000 00		
	Transfer from Department of Finance vote 15 contingencies.....	10,000 00		
		2,785,000 00	2,770,180 20	2,072,820 16
45	National welfare grants — to authorize, on terms and con- ditions approved by the Governor in Council, national welfare grants to provinces and welfare agencies including schools and social work, and to individuals in the form of scholarships and fellowships.....	1,500,000 00	1,131,747 52	635,099 79
		757,926,062 68	757,031,813 84	763,192,639 34
GENERAL				
Stat.	Refunds of amounts credited to revenue in previous years..	280 02	280 02	257 98
	Expenditures from appropriations not required for 1965-66..			620 00
	Total.....	1,184,796,960 95	1,175,122,029 02	1,300,598,425 59

National Research Council, including the
Medical Research Council

*Details of expenditure and revenue are given
in section 30 of volume II*

1	Salaries and other expenses.....	\$ 27,973,900 00		
	1b To extend the purposes of vote 1 of the main estimates for 1965-66 to include the making of recoverable advances not exceeding the amount of the share of the United States government of the cost of operation of the Churchill Research Range and to provide a further amount of.....	2,141,000 00		
	Transfer from Department of Finance vote 15 contingencies.....	1,171,000 00		
		31,285,900 00	31,285,900 00	26,583,082 25
5	Construction or acquisition of buildings, works, land and equipment.....	\$ 6,700,000 00		
	5b To extend the purposes of vote 5 of the main estimates for 1965-66 to include the making of recoverable advances not exceeding the amount of the share of the United States government of the cost of improvements to the Churchill Research Range.....	1 00		
		6,700,001 00	6,094,866 67	4,532,460 96
10	Scholarships and grants in aid of research..	\$ 30,700,000 00		
	10e.....	3,000,000 00		
		33,700,000 00	33,700,000 00	23,352,000 00

APPROPRIATIONS AND EXPENDITURES—Continued

<u>Vote</u>	<u>1965-66</u> <u>Appropriations</u> <u>\$</u>	<u>1965-66</u> <u>Expenditures</u> <u>\$</u>	<u>1964-65</u> <u>Expenditures</u> <u>\$</u>
National Research Council, including the Medical Research Council—Concluded			
15 Assistance towards research in industry under terms and conditions approved by the Governor in Council including authority, notwithstanding section 30 of the Financial Administration Act, to make commitments for the current year not to exceed a total amount of \$4,500,000.....	3,500,000 00	3,306,261 90	2,174,182 12
Total.....	75,185,901 00	74,387,028 57	56,641,725 33

Department of National Revenue

*Details of expenditure and revenue are given
in section 31 of volume II*

Stat. Minister of National Revenue—salary and motor car allowance.....	16,999 92	16,999 92	12,844 38
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CUSTOMS AND EXCISE

1 General administration, operation and maintenance including authority, notwithstanding the Financial Administration Act, to spend revenue received during the year from firms and individuals requiring special services.....	\$ 45,485,600 00		
Transfer from Department of Finance vote			
15 contingencies.....	3,016,000 00		
	48,501,600 00	47,690,013 81	44,232,072 72

TAXATION

5 General administration and district offices.....	\$ 46,278,100 00		
Transfer from Department of Finance vote			
15 contingencies.....	1,256,000 00		
	47,534,100 00	46,995,623 61	42,402,180 82

TAX APPEAL BOARD

Stat. Salaries of members of the board.....	112,999 92	112,999 92	113,000 00
10 Administration expenses.....	\$ 152,500 00		
Transfer from Department of Finance vote			
15 contingencies.....	4,100 00		
	156,600 00	150,625 50	141,756 35
	269,599 92	263,625 42	254,756 35

GENERAL

Stat. Gratuities to families of deceased employees.....	4,269 48	4,269 48	5,835 00
Stat. Refunds of amounts credited to revenue in previous years..	1,447 80	1,447 80	128 38
Expenditures from appropriations not required for 1965-66..			726 72
	5,717 28	5,717 28	6,690 10
Total.....	96,328,017 12	94,971,980 04	86,908,544 37

**Northern Affairs
and National Resources**

*Details of expenditure and revenue are given
in section 32 of volume II*

Stat. Minister of Northern Affairs and National Resources—salary and motor car allowance.....	16,999 92	16,999 92	17,000 00
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APPROPRIATIONS AND EXPENDITURES—Continued

Vote		1965-66	1965-66	1964-65
		Appropriations	Expenditures	Expenditures
		\$	\$	\$
Northern Affairs and National Resources—Continued				
ADMINISTRATION AND GENERAL				
1	Departmental administration including a contribution to the Canadian Council of Resource Ministers in an amount equal to one-half the aggregate contribution of the provinces but not exceeding \$55,000 and \$145,000 for grants for northern research and for northern scientific research expeditions.....	\$ 1,817,000 00		
	1b To extend the purposes of vote 1 of the main estimates for 1965-66 to include the grant detailed in these estimates, to raise the limit of the contribution to the Canadian Council of Resource Ministers to an amount not exceeding \$76,919 and to provide a further amount of.....	125,719 00		
	Transfer from Department of Finance vote 15 contingencies.....	47,000 00		
		1,989,719 00		
	Less: transfer to Department of Mines and Technical Surveys.....	172,869 00		
		1,816,850 00	1,816,732 05	1,501,202 98
	Transfer from Department of Citizenship and Immigration that portion of vote 1 which relates to the expenses of administrative functions transferred to the Department of Northern Affairs and National Resources in conjunction with the transfer of the Indian Affairs branch.....	37,475 00	35,805 22	31,888 15
5	Contributions to the provinces pursuant to agreements entered into with the approval of the Governor in Council by Canada with the provinces to assist in the development of roads leading to resources.....	\$ 6,665,000 00		
	5e.....	600,000 00		
		7,265,000 00		
	Less: transfer to Department of Mines and Technical Surveys.....	7,265,000 00		
10	Contributions to the provinces pursuant to agreements entered into with the approval of the Governor in Council by Canada with the provinces, of amounts equal to one-half of the amounts confirmed by the provinces as having been spent by them for campground and picnic area developments.....	\$ 75,000 00		
	10e.....	100,000 00		
		175,000 00		
	Less: transfer to Department of Mines and Technical Surveys.....	175,000 00		
12b	Subventions under agreements entered into pursuant to the Atlantic Provinces Power Development Act in respect of electric power generated from eastern coal during the fiscal year 1965-66.....	\$ 1,800,000 00		
	12e.....	700,000 00		
		2,500,000 00		
	Less: transfer to Department of Mines and Technical Surveys.....	2,500,000 00		
		1,854,325 00	1,852,537 27	1,533,091 13

APPROPRIATIONS AND EXPENDITURES—Continued

Vote			
	1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
	\$	\$	\$
Northern Affairs and National Resources—Continued			
NATIONAL PARKS			
15 Administration, operation and maintenance including wild-life resources conservation and development, administration of the Migratory Birds Convention Act and payments to landowners who maintain migratory bird habitat in accordance with agreements entered into on terms and conditions approved by the Governor in Council, payment to the national battlefields commission for the purposes and subject to the provisions of an Act respecting the national battlefields at Quebec and grants as detailed in the estimates.....	\$ 13,551,000 00		
15b To extend the purposes of Northern Affairs and National Resources vote 15 of the main estimates for 1965-66 to include authority to make preliminary expenditures on the proposed new national park in the area of Kejimikujik Lake in Nova Scotia and to provide a further amount of.....	130,600 00		
Transfer from Department of Finance vote 15 contingencies	485,000 00		
		14,166,600 00	14,057,771 05
			11,744,088 56
20 Construction or acquisition of buildings, works, land and equipment.....	\$ 15,002,000 00		
20b To extend the purposes of Northern Affairs and National Resources vote 20 of the main estimates for 1965-66 to include authority to make preliminary expenditures on the proposed new national park in the area of Kejimikujik Lake in Nova Scotia.....	1 00		
		15,002,001 00	14,924,841 97
		29,168,601 00	28,982,613 02
			25,131,343 64
INDIAN AFFAIRS			
Transfer from Department of Citizenship and Immigration vote 15 administration, operation and maintenance including expenditures on works on other than federal property, grants, contributions and special payments including those specified in the sub-vote titles in the estimates, recoverable expenditures under agreements entered into with the approval of the Governor in Council with the Governments of the Provinces and Territories and with local school boards in respect of social assistance to persons residing on Indian reserves other than Indians and the education in Indian schools of children other than Indian children, authority to make grants and contributions pursuant to agreements entered into with the Governments of the Provinces or the Territories or other groups or authorities approved of by the Governor in Council for the provision of welfare and other services to Indians and to authorize the Minister of Citizenship and Immigration to provide, in respect of Indian commercial activities, for the instruction and supervision of Indians, the furnishing of materials, the purchase of finished goods and, notwithstanding any other Act, the sale of such finished goods.....	65,387,330 00	65,151,251 93	51,543,795 56

APPROPRIATIONS AND EXPENDITURES—*Continued*

<u>Vote</u>	<u>1965-66</u> <u>Appropriations</u>	<u>1965-66</u> <u>Expenditures</u>	<u>1964-65</u> <u>Expenditures</u>
	\$	\$	\$
Northern Affairs and National Resources—<i>Continued</i>			
INDIAN AFFAIRS—<i>Concluded</i>			
20 Transfer from Department of Citizenship and Immigration vote 20 construction or acquisition of buildings, works, land and equipment including construction or acquisition of works for Indian bands, the operation and control of which may be transferred to the Indian bands at the discretion of the Minister, expenditures on works on other than federal property, assistance to Indians and Indian bands for the construction or acquisition of housing and other buildings and related works, land and equipment, and recoverable expenditures under agreements entered into with the approval of the Governor in Council with the Governments of the Provinces and the Territories and with local school boards in respect of the education in Indian schools of children other than Indian children	16,155,270 00	15,967,909 08	12,706,229 72
Stat. Indian annuities and miscellaneous pensions	562,558 00	562,558 00	513,720 00
Stat. Refunds of amounts credited to revenue in previous years . .	2,466 14	2,466 14	5,488 60
Stat. Write-off of assets	42 38	42 38	17,487 59
	82,107,666 52	81,684,227 53	64,786,721 47

WATER RESOURCES BRANCH

30 Administration, operation and maintenance including Canada's share of the expenses of the international executive council, world power conference, and authority to make recoverable advances in amounts not exceeding in the aggregate the amount of the shares of the Province of Manitoba and of the Province of Ontario of the cost of regulating the levels of Lake of the Woods and Lac Seul and the amount of the shares of provincial and outside agencies of the cost of hydrometric surveys \$3,638,000 00			
30d	168,500 00		
Transfer from Department of Finance vote 15 contingencies	51,000 00		
	3,857,500 00		
Less: transfer to Department of Mines and Technical Surveys	3,857,500 00		
35 Construction or acquisition of buildings, works, land and equipment and authority to make recoverable advances in amounts not exceeding in the aggregate the amount of the shares of provincial and outside agencies of the cost of hydrometric surveys	\$ 989,400 00		
Less: transfer to Department of Mines and Technical Surveys	989,400 00		
40 Contributions to the provinces towards the construction of dams and other works to assist in the conservation and control of water resources in accordance with agreements entered into between Canada and the provinces	\$ 9,400,000 00		
Less: transfer to Department of Mines and Technical Surveys	9,400,000 00		

NORTHERN ADMINISTRATION

45 Administration, operation and maintenance including grants and contributions as detailed in the estimates, authority to make recoverable advances for services performed on behalf of the Governments of the Northwest Territories			
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APPROPRIATIONS AND EXPENDITURES—Continued

Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
		\$	\$	\$
Northern Affairs and National Resources—Concluded				
NORTHERN ADMINISTRATION—Concluded				
	and the Yukon Territory, authority to sell electric power and fuel oil (and to provide services in respect thereof) in accordance with terms and conditions approved by the Governor in Council, to private consumers in remote locations where alternative local sources of supply are not available and to authorize the Minister of Northern Affairs and National Resources to provide in respect of Eskimo commercial activities for the instruction and supervision of Eskimos, the furnishing of materials, the purchase of finished goods and notwithstanding any other Act, the sale of such finished goods. . . .	\$ 27,008,700 00		
	45b.	1 00		
	45d.	425,000 00		
	45e.	1 00		
	Transfer from Department of Finance vote			
	15 contingencies.	70,800 00		
		27,504,502 00	25,869,845 08	22,398,702 10
50	Construction or acquisition of buildings, works, land and equipment including authority to make recoverable advances in amounts not exceeding in the aggregate the amount of the share of the Government of the Northwest Territories of expenditures on education and vocational training, authority to make recoverable advances in respect of services provided and work performed on other than federal property when only the department is capable of performing such service or work, and authority for a program of construction or acquisition of housing for Eskimos and the sale of houses to Eskimos on such terms and conditions and at such prices as the Governor in Council may approve.	14,155,800 00	12,492,954 55	8,167,730 80
Stat.	Payments to the Governments of the Yukon Territory and the Northwest Territories for subsidies and special compensation in lieu of certain taxes as provided in the tax-tentorial agreements authorized by votes 108 and 118, Special Appropriation Act, 1963.	5,497,058 63 47,157,360 63	5,497,058 63 43,859,858 26	4,973,758 39 35,540,191 29
Stat.	Gratuities to families of deceased employees.	4,099 87	4,099 87	1,900 60
Stat.	Refunds of amounts credited to revenue in previous years. . .	33,396 99	33,396 99	11,564 14
	Expenditures from appropriations not required for 1965-66. .			284,304 50
	Total.	160,342,449 93	156,433,732 86	127,306,116 77

Post Office Department

Details of expenditure and revenue are given
in section 33 of volume II

Stat.	Postmaster General—salary and motor car allowance. . . .	16,999 92	16,999 92	17,000 00
1	Postal services including Canada's share of the upkeep of the international bureaux at Berne and Montevideo.	\$221,303,000 00		
	Transfer from Finance vote 15 contingencies.	19,811,400 00		
	1e.	780,000 00		
		241,894,400 00	240,174,953 99	210,439,429 48
Stat.	Gratuities to families of deceased employees.	980 00	980 00	900 00
Stat.	Exchequer Court awards.	13,474 59	13,474 59	1,113 00
Stat.	Refund of amounts credited to revenue in previous years. . .	50 00	50 00	260 00
	Total.	241,925,904 51	240,206,458 50	210,458,702 48

APPROPRIATIONS AND EXPENDITURES—Continued

Vote		1965-66	1965-66	1964-65
		Appropriations	Expenditures	Expenditures
		\$	\$	\$
Privy Council				
<i>Details of expenditure and revenue are given in section 34 of volume II</i>				
Stat.	The Prime Minister's salary and motor car allowance.....	27,000 00	27,000 00	27,000 00
1	Maintenance and operation of the Prime Minister's residence.....\$ 32,500 00			
	Transfer from Department of Finance vote 15 contingencies.....	3,700 00		
		36,200 00	34,017 79	28,841 36
PRIVY COUNCIL OFFICE				
Stat.	President of the Privy Council—salary and motor car allowance.....	16,999 92	16,999 92	17,000 00
5	Ministers without Portfolio—payment, notwithstanding anything in the Financial Administration Act respecting the independence of Parliament to each member of the Queen's Privy Council for Canada who is a Minister for whom no salary or allowance in addition to the allowances under section 33 and section 44 of the Senate and House of Commons Act is provided (the acceptance of which shall not render such member ineligible or disqualify him as a member of the House of Commons) of a salary of \$7,500 per annum and pro rata for any period less than a year...	7,500 00	5,504 03	6,068 56
Stat.	Motor car allowance.....	3,467 60	3,467 60	3,618 18
Stat.	Allowance to former Prime Minister.....	16,666 92	16,666 92	16,667 00
10	General administration.....\$ 1,098,400 00			
	10b.....	257,000 00		
	10d To extend the purposes of Privy Council vote 10 of the main estimates for 1965-66 to include the expenses of a pilot program, undertaken by volunteers, to advance social and economic development in community affairs and to provide a further amount of.....	88,000 00		
	10e.....	37,000 00		
	Transfer from Department of Finance vote 15 contingencies.....	19,000 00		
		1,499,400 00	1,431,796 20	1,029,846 24
15	Expenses of the Royal Commissions as listed in the details of the estimates and the expenses of the preparatory committee on collective bargaining in the public service.....\$ 3,104,300 00			
	15b.....	233,900 00		
	15e.....	150,000 00		
		3,488,200 00	3,429,166 12	3,339,530 07
	Transfer from the Department of Justice—vote 5 Combines Investigation Act—Administration.....	859,000 00	825,222 49	707,233 91
		5,891,234 44	5,728,823 28	5,119,963 96
PATENT DIVISION, COPYRIGHT AND INDUSTRIAL DESIGNS DIVISION AND TRADE MARKS OFFICE				
	Transfer from the Department of Secretary of State—vote 20 patent division, copyright and industrial designs division and trade marks office including contributions to the international office for the protection of literary and artistic works and the international office for the protection of industrial property and authority for the Governor in Council, notwithstanding the Patent Act, to prescribe the fees payable for the registration of assignments and other documents which fees shall be deemed for the purposes of the Patent Act to be the fees set forth in section 75 thereof.....	3,335,300 00	3,192,037 26	2,899,506 31
	Expenditure from appropriation not required in 1965-66....			100,000 00
	Total.....	9,289,734 44	8,981,878 33	8,175,311 63

APPROPRIATIONS AND EXPENDITURES—Continued

Vote		1965-66	1965-66	1964-65
		Appropriations	Expenditures	Expenditures
		\$	\$	\$
Public Archives and National Library				
<i>Details of expenditure and revenue are given in section 35 of volume II</i>				
PUBLIC ARCHIVES				
1	General administration and technical services.....	\$ 1,068,600 00		
1b	.....	26,000 00		
	Transfer from Department of Finance Vote 15 contingencies.....	113,100 00		
		1,207,700 00	1,182,031 83	928,841 82
NATIONAL LIBRARY				
5	General administration including a payment of \$100,000 to the national library purchase account for the purpose of acquiring books, in conformity with section 12 of the National Library Act.....	\$ 683,500 00		
5b	.....	22,500 00		
	Transfer from Department of Finance Vote 15 contingencies.....	105,100 00		
		811,100 00	791,482 23	578,425 77
	Total.....	2,018,800 00	1,973,514 06	1,507,267 59
Public Printing and Stationery				
<i>Details of expenditure and revenue are given in section 36 of volume II</i>				
1	Departmental administration.....	228,600 00	203,541 64	177,479 05
5	Printing, binding and distribution of official documents and publications for sale and distribution to departments and the public including the Canada Gazette and the Annual Statutes, and the purchase for sale of such other publications and related material as the Treasury Board may approve.....	3,180,900 00	2,850,109 30	2,555,206 51
	Total.....	3,409,500 00	3,053,650 94	2,732,685 56
Public Works				
<i>Details of expenditure and revenue are given in section 37 of volume II</i>				
Stat.	Minister of Public Works—salary and motor car allowance..	16,999 92	16,999 92	16,848 12
1	General administration including grants as detailed in the estimates.....	\$ 14,892,700 00		
1e	.....	44,500 00		
	Transfer from Department of Finance vote 15 contingencies.....	1,270,500 00		
		16,207,700 00		
	Less: transfer to Department of Defence Production.....	567,950 00		
		15,639,750 00	15,636,359 66	11,851,257 08

APPROPRIATIONS AND EXPENDITURES—Continued

<u>Vote</u>		<u>1965-66</u> <u>Appropriations</u>	<u>1965-66</u> <u>Expenditures</u>	<u>1964-65</u> <u>Expenditures</u>
		\$	\$	\$
Public Works—Continued				
ACCOMMODATION SERVICES				
5	Maintenance and operation of public buildings and grounds, acquisition of furniture and furnishings for government departments, and authority to provide assistance to (a) the international civil aviation organization in the form of office accommodation at less than commercial rates and (b) the Ottawa civil service recreation association in the form of maintenance services in respect of the W. Clifford Clark Memorial Centre in Ottawa.....	\$ 61,280,800 00		
	5b.....	766,000 00		
	5e.....	3,700,000 00		
	Transfer from Department of Finance vote 15 contingencies.....	\$ 2,755,400 00		
		68,502,200 00	66,454,444 01	55,696,500 24
10	Acquisition of equipment and furnishings other than office furnishings.....	1,354,000 00	1,184,909 57	1,453,437 27
15	Construction, acquisition, major repairs and improvements of, and plans and sites for, public buildings (including expenditures on works on other than federal property); provided that no contract may be entered into for new construction with an estimated total cost of \$50,000 or more unless the project is individually listed in the details of estimates.....	\$ 34,025,000 00		
	15b.....	1 00		
	15e.....	1 00		
		34,025,002 00	34,025,002 00	30,209,992 05
		103,881,202 00	101,664,355 58	87,359,929 56
HARBOURS AND RIVERS ENGINEERING SERVICES				
20	Operation and maintenance.....	\$ 6,982,300 00		
	20b.....	600,000 00		
		7,582,300 00	7,382,420 40	6,947,552 63
25	Construction or acquisition of equipment.....	1,161,500 00	514,643 54	734,242 70
30	Construction, acquisition, major repairs and improvements of, and plans and sites for harbour and river works (including expenditures on works on other than federal property); provided that no contract may be entered into for new construction with an estimated total cost of \$50,000 or more unless the project is individually listed in the details of estimates.....	\$ 25,762,000 00		
	30b.....	1,200,000 00		
	30e.....	360,000 00		
		27,322,000 00	27,322,000 00	22,521,001 00
Stat.	Drydock subsidies—Canadian Vickers Limited (Montreal)	180,000 00	180,000 00	90,000 00
	Payments under the winter works program—transfer from Department of Finance vote 15 contingencies.....	1,127,050 00	1,127,047 70	
		37,372,850 00	38,526,111 64	30,292,796 33
ROADS, BRIDGES AND OTHER ENGINEERING SERVICES				
35	Operation and maintenance including authority to make recoverable advances in amounts not exceeding in the aggregate the amount of the operating expenses of the New Westminster bridge.....	\$ 6,224,400 00		
	Transfer from Department of Finance vote 15 contingencies.....	5,500 00		
		6,229,900 00	5,522,307 41	8,990,492 71

APPROPRIATIONS AND EXPENDITURES—Continued

Vote		1965-66	1965-66	1964-65
		Appropriations	Expenditures	Expenditures
		\$	\$	\$
Public Works—Concluded				
ROADS, BRIDGES AND OTHER ENGINEERING SERVICES—Concluded				
40	Construction, acquisition, major repairs and improvements of, and plans and sites for, roads, bridges and other engineering works, provided that the amount within the vote to be expended on individually listed projects may be increased or decreased subject to the approval of Treasury Board.....	\$ 6,400,000 00		
40b	.....	1 00		
40e	To extend the purposes of vote 40 of the main estimates for 1965-66 to provide for the construction of a causeway and associated structures across Northumberland Strait.....	1 00		
	Trans-Canada highway—			
Stat	Contributions to the provinces under terms of the Trans-Canada Highway Act.....	6,400,002 00	4,792,812 89	2,405,374 99
50	Construction through national parks.....	83,422,828 14	83,422,828 14	76,085,111 64
		515,000 00	259,732 54	195,421 10
		96,567,730 14	93,997,680 98	87,676,400 44
TESTING LABORATORIES				
55	Operation and maintenance.....	\$ 1,146,000 00		
	Transfer from Department of Finance vote 15 contingencies.....	5,300 00		
		1,151,300 00	1,114,680 85	1,043,125 30
1967 WORLD EXHIBITION				
57	Towards Federal share of the cost of construction of an ice control structure.....	\$ 6,750,000 00		
57e	.....	800,000 00		
		7,550,000 00	7,548,913 00	5,803,679 29
GENERAL				
Stat.	Gratuities to families of deceased employees.....	2,335 98	2,335 98	3,810 20
Stat.	Refunds of amounts credited to revenue in previous years	18,669 41	18,669 41	3,119 41
NATIONAL CAPITAL COMMISSION				
(listed under its own heading)				
<i>Expenditures from appropriations not required for 1965-66</i>				6,596 90
Total		262,200,837 45	256,526,107 02	224,057,562 63
Office of the Representation Commissioner				
(included in the estimates of the Department of the Secretary of State)				
<i>Details of expenditure and revenue are given in section 38 of volume II</i>				
Stat.	Salary of the Representation Commissioner.....	24,999 96	24,999 96	24,999 96
Stat.	Expenses of the Representation Commission.....	749,892 33	749,892 33	199,521 19
Total		774,892 29	774,892 29	224,521 15

APPROPRIATIONS AND EXPENDITURES—Continued

Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
		\$	\$	\$
Royal Canadian Mounted Police				
<i>Details of expenditure and revenue are given in section 39 of volume II</i>				
National police services, federal law enforcement duties and provincial and municipal policing under contract—				
1	Administration, operation and maintenance, including grants as detailed in the estimates and pensions to families of members of the Royal Canadian Mounted Police who have lost their lives while on duty.....	\$ 64,370,494 00		
	1b.....	2,130 00		
	Transfer from Department of Finance vote 15 contingencies.....	3,938,800 00		
		68,311,424 00	67,887,692 53	63,868,041 33
5	Construction or acquisition of buildings, works, land and equipment.....	\$ 3,908,000 00		
	5b.....	814,000 00		
	Transfer from Department of Finance vote 15 contingencies.....	40,000 00		
		4,762,000 00	4,488,343 35	3,872,456 68
Stat.	Pensions and other benefits.....	9,529,105 58	9,529,105 58	8,443,852 10
Stat.	Refunds of amounts credited to revenue in previous years....	2,285 90	2,285 90	
Stat.	Exchequer Court awards.....	51,418 93	51,418 93	5,543 18
	<i>Expenditures from appropriations not required for 1965-66..</i>			8,982 41
	Total.....	82,656,234 41	81,958,846 29	76,198,875 70

Secretary of State

*Details of expenditure and revenue are given
in section 40 of volume II*

Stat.	Secretary of State—salary and motor car allowance.....	16,999 92	16,999 92	17,097 70
1	Departmental administration.....	\$ 481,600 00		
	1b To extend the purposes of vote 1 of the main estimates for 1965-66 to include the expenses of the committee on broad- casting, the committee on feature films and the committee on election expenses, the grant detailed in these estimates, and to provide for a further amount of.....	540,000 00		
	Transfer from Department of Finance vote 15 contingencies.....	47,000 00		
		1,068,600 00	1,024,236 76	644,271 70
5	Companies and corporations branch.....	\$ 160,600 00		
	5b.....	6,500 00		
	5e.....	9,500 00		
	Transfer from Department of Finance vote 15 contingencies.....	22,100 00		
		198,700 00	190,013 65	181,287 86
10	Translation bureau.....	\$ 2,497,900 00		
	10b.....	60,000 00		
	Transfer from the Department of Finance vote 15 contingencies.....	427,100 00		
		2,985,000 00	2,694,328 05	2,252,003 90
Stat.	Refunds of amounts credited to revenue in previous years...	4,115 50	4,115 50	5,284 80

APPROPRIATIONS AND EXPENDITURES—Continued

Vote	1965-66		1965-66		1964-65	
	Appropriations		Expenditures		Expenditures	
	\$		\$		\$	
Secretary of State—Concluded						
NATIONAL MUSEUM OF CANADA						
15	Administration, operation and maintenance including a grant of \$5,000 to the Canadian museums association.....\$		1,707,400	00		
	Transfer from Department of Finance vote					
	15 contingencies.....		83,300	00		
			1,790,700	00	1,662,149	73
					1,419,780	02
PATENT AND COPYRIGHT						
20	Patent division, copyright and industrial designs division and trade marks office including contributions to the international office for the protection of literary and artistic works and the international office for the protection of industrial property and authority for the Governor in Council, notwithstanding the Patent Act, to prescribe the fees payable for registration of assignments and other documents, which fees shall be deemed for the purposes of the Patent Act to be fees set forth in section 75 thereof.....\$		3,171,900	00		
	Transfer from Department of Finance vote					
	15 contingencies.....		163,400	00		
			3,335,300	00		
	Less: transfer to Privy Council.....		3,335,300	00		
CENTENNIAL COMMISSION						
25	General administration, including the national conference on the centennial of confederation.....\$		1,360,000	00		
	25b.....		582,300	00		
	Transfer from Department of Finance vote					
	15 contingencies.....		54,054	00		
			1,996,354	00	1,812,748	33
					818,700	87
30	Programs and projects of national significance including grants towards such programs and projects \$		6,876,500	00		
	30b.....		3,902,800	00		
			10,779,300	00	7,591,939	56
					2,438,698	34
35	Payment to the centennial of confederation fund to enable grants to be made to the provinces for local projects of a lasting nature (the total of such grants made from the said fund not to exceed \$18,935,000) and to enable grants to be made to the provinces for projects included in the federal-provincial confederation memorial program.....		9,000,000	00	9,000,000	00
			21,775,654	00	18,404,687	89
					7,257,400	21
ECONOMIC COUNCIL OF CANADA						
(listed under its own heading)						
OFFICE OF THE REPRESENTATION						
COMMISSIONER						
(listed under its own heading)						
Expenditures from appropriations not required for 1965-66..					10,132,754	
Total.....					34	
Total.....			27,839,769	42	23,996,531	50
					21,909,880	53

APPROPRIATIONS AND EXPENDITURES—Continued

Vote		1965-66	1965-66	1964-65
		Appropriations	Expenditures	Expenditures
		\$	\$	\$
Solicitor General				
<i>Details of expenditure and revenue are given in section 41 of volume II</i>				
Stat.	Solicitor General—salary and motor car allowance.....	16,999 91	16,999 91	17,000 00
	Transfer from Department of Justice—that portion of vote 1 which relates to expenses of the Office of the Solicitor General including administrative expenses of the committee on corrections and grants as detailed in the estimates	403,124 00 420,123 91	359,244 17 376,244 08	236,450 00 253,450 00
CORRECTIONAL SERVICES				
	Transfer from Department of Justice—vote 10 administration, operation and maintenance including compensation to discharged inmates permanently disabled while in penitentiaries.....	29,273,500 00	28,309,340 70	25,338,371 64
	Transfer from Department of Justice—vote 15 construction or acquisition of buildings, works, land and equipment..	28,422,000 00	28,173,666 11	13,641,915 41
	Transfer from Department of Justice—statutory—pensions to dependents of penitentiary personnel who lost their lives in the performance of duty	14,120 90	14,120 90	2,400 00
Stat.	Refunds of amounts credited to revenue in previous years...	1,809 15	1,809 15	31,751 45
	<i>Expenditures from appropriations not required for 1965-66...</i>			10,112 35
		57,711,430 05	56,498,936 86	39,024,550 85
	Total.....	58,131,553 96	56,875,180 94	39,278,000 85
Trade and Commerce				
<i>Details of expenditure and revenue are given in section 42 of volume II</i>				
Stat.	Minister of Trade and Commerce—salary and motor car allowance.....	16,223 05	16,223 05	17,000 00
GENERAL ADMINISTRATION				
1	Departmental administration including fees for membership in the international organizations listed in the details of estimates.....\$	5,664,700 00		
	Transfer from Department of Finance vote 15 contingencies.....	108,900 00		
		5,773,600 00	5,465,019 59	4,705,155 38
	Trade commissioner service—			
5	Administration, operation and maintenance.....\$	7,173,000 00		
	5b.....	138,000 00		
	5e.....	207,000 00		
	Transfer from Department of Finance vote 15 contingencies.....	314,000 00		
		7,832,000 00	7,801,737 45	6,840,097 77
Stat.	Pensions to former locally engaged employees of offices abroad.....	1,783 10	1,783 10	1,956 13
10	Exhibitions branch.....\$	2,591,700 00		
	10e.....	244,200 00		
	Transfer from Department of Finance vote 15 contingencies.....	45,300 00		
		2,881,200 00	2,830,249 99	1,955,243 28
15	Canadian government travel bureau—to assist in promoting the tourist business in Canada including a grant of \$37,000 to the Canadian tourist association....\$	6,290,600 00		
	15e.....	251,000 00		
	Transfer from Department of Finance vote 15 contingencies.....	155,000 00		
		6,696,600 00	6,332,549 04	4,908,713 40
		23,185,183 10	22,431,339 17	18,411,165 96

APPROPRIATIONS AND EXPENDITURES—Continued

<u>Vote</u>		<u>1965-66</u> <u>Appropriations</u>	<u>1965-66</u> <u>Expenditures</u>	<u>1964-65</u> <u>Expenditures</u>
		\$	\$	\$
Trade and Commerce—Concluded				
STANDARDS BRANCH				
20	Administration and operation.....	\$ 3,602,700 00		
	Transfer from Department of Finance vote			
	15 contingencies.....	91,500 00		
		3,694,200 00	3,478,260 26	3,340,666 70
DOMINION BUREAU OF STATISTICS				
25	Administration and operation including the fee for membership in the inter-American statistical institute and a contribution of \$500 to the international statistical institute.....	\$ 14,298,000 00		
	Transfer from Department of Finance vote			
	15 contingencies.....	359,100 00		
		14,657,100 00	14,499,979 52	12,965,156 30
26	1961 Decennial Census of Canada.....	\$ 285,200 00		
	Transfer from Department of Finance vote			
	15 contingencies.....	2,500 00		
		287,700 00	170,391 96	508,016 97
27	1966 Quinquennial Census of Canada.....	\$ 1,113,800 00		
	Transfer from Department of Finance vote			
	15 contingencies.....	14,100 00		
		1,127,900 00	921,451 84	19,934 11
		16,072,700 00	15,591,823 32	13,493,107 38
1967 WORLD EXHIBITION				
29	Canadian government participation in the 1967 world exhibition, Montreal.....	9,540,500 00	4,556,112 55	839,829 38
GENERAL				
Stat.	Gratuities to families of deceased employees.....	30 00	30 00	1,945 00
SPECIAL				
Stat.	Payment of carrying costs of temporary wheat reserves and payments in connection with the Prairie Grain Advance Payments Act.....	\$ 37,475,310 44		
	Less: transfer to Department of Finance...	37,475,310 44		
NATIONAL ENERGY BOARD				
30	Administration.....	\$ 954,000 00		
	Transfer from Department of Finance vote			
	15 contingencies.....	20,500 00		
		974,500 00		
	Less: Transfer to the Department of Mines and Technical Surveys.....	974,500 00		
	Expenditures from appropriations not required for 1965-66..			18,692,936 04
	Total.....	52,508,836 15	46,073,788 35	54,796,650 46

Transport

Details of expenditure and revenue are given
in section 43 of volume II

Stat.	Minister of Transport—salary and motor car allowance...	16,999 92	16,999 92	17,000 00
1	Departmental administration.....	\$ 4,862,900 00		
	1b.....	118,000 00		
	Transfer from Department of Finance vote			
	15 contingencies.....	117,600 00		
		5,098,500 00		
	Less: transfer to Department of Defence Production.....	227,230 00		
		4,871,270 00	4,398,105 90	3,997,882 14

APPROPRIATIONS AND EXPENDITURES—Continued

Vote	1965-66	1965-66	1964-65
	Appropriations	Expenditures	Expenditures
	\$	\$	\$
Transport—Continued			
MARINE SERVICES			
5 Administration, operation and maintenance including fees for membership in the international organizations listed in the details of the estimates, pensions, grants and contributions as detailed in the estimates, the payment of expenses, including excepted expenses, incurred in respect of Canadian distressed seamen as defined in section 306 of the Canada Shipping Act and, in respect of the Canadian coast guard service, authority to make recoverable advances for transportation, stevedoring and other shipping services performed on behalf of individuals, outside agencies and other governments and authority, notwithstanding section 30 of the Financial Administration Act, to make commitments for the current fiscal year not to exceed a total amount of \$24,689,500. \$ 41,512,600 00			
5b To extend the purposes of Transport vote 5 of the main estimates, 1965-66, to include contributions and payments, as detailed in these estimates, in connection with, or towards the cost of repairs, operation or maintenance of certain canal property and facilities transferred pursuant to the Public Lands Grants Act	781,000 00		
5e	210,000 00		
Transfer from Department of Finance vote 15 contingencies	2,649,400 00		
	45,153,000 00		
Less: transfer to Department of Defence Production	95,825 00		
	45,057,175 00	44,511,869 08	39,253,816 89
8b To authorize in accordance with such terms and conditions as the Governor in Council may prescribe, the transfer of the assets and administration of the pension fund of the British Columbia pilotage district established under the Canada Shipping Act, 1934 to such person as the Governor in Council may approve, and to authorize the investment of the assets of the pension fund, subject to the terms and conditions of the transfer, in such manner as may be determined by agreement between the person to whom the transfer is made and the corporation of the British Columbia coast pilots.	1 00		
10 Construction or acquisition of buildings, works, land, vessels and equipment including payments to provinces or municipalities as contributions towards construction done by those bodies and to authorize, in respect to aids to navigation, notwithstanding section 30 of the Financial Administration Act, the making of commitments for the current fiscal year not exceeding a total amount of \$6,699,400	42,155,000 00 87,212,176 00	39,977,808 95 84,489,678 03	25,225,808 57 64,479,625 46
RAILWAYS AND STEAMSHIPS			
15 Payments to the Canadian National Railway Company (hereinafter called the company) upon applications approved by the Minister of Transport made by the company			

APPROPRIATIONS AND EXPENDITURES—Continued

Vote		1965-66	1965-66	1964-65
		Appropriations	Expenditures	Expenditures
		\$	\$	\$
Transport—Continued				
RAILWAYS AND STEAMSHIPS—Concluded				
	to the Minister of Finance, to be applied by the company in payment of the deficits, certified by the auditors of the company, arising in the operations in the calendar year 1965 in respect of the following services: Newfoundland ferry and terminals; Prince Edward Island car ferry and terminals; Yarmouth, N.S.—Bar Harbour, Maine, U.S.A., ferry service.....	\$ 14,778,400 00		
	15e.....	2,000,000 00		
		16,778,400 00	16,576,460 00	15,162,066 93
20	Construction or acquisition of buildings, works and land, dock and terminal facilities, and of vessels and related equipment as listed in the details of the estimates provided that Treasury Board may increase or decrease the amounts within the vote to be expended on individually listed projects.....	\$ 20,065,600 00		
	20b To extend the purposes of Transport vote 20 of the main estimates, 1965-66, to include repairs and improvements to terminal facilities owned by Newfoundland.....	8,582,500 00		
		28,648,100 00	23,835,007 94	10,169,069 32
25	Payments in respect of the Maritime Freight Rates Act and for supplemental pension allowances to railway employees in the amounts and subject to the terms specified in the sub-vote titles listed in the details of estimates.....	\$ 15,140,000 00		
	25b To extend the purposes of Transport vote 25 of the main estimates for 1965-66 to include payments to provinces as contributions, as detailed in the estimates, to assist highway construction related to the abandonment of railway branch lines.....	1,250,000 00		
	25d To extend the purposes of Transport vote 25 of the main estimates for 1965-66 to include the grants detailed in these estimates.....	7,000 00		
	25e.....	1 00		
		16,397,001 00	15,768,998 72	14,925,428 91
27e	Canadian National Railways Deficit, 1965 — amount required to provide for payment to the Canadian National Railway Company (hereinafter called the company) upon applications approved by the Minister of Transport, made by the company to the Minister of Finance, and to be applied by the company in payment of the system deficit (certified by the auditors of the company) arising in the calendar year 1965, subject to recovery therefrom of accountable advances made to the company from the consolidated revenue fund.....	34,718,000 00	33,414,884 00	38,725,904 00
Stat.	Payments to the Canadian National Railway Company in respect of the termination of the collection of tolls on the Victoria Bridge, Montreal.....	805,495 34	805,495 34	843,902 48
Stat.	Subsidy in respect of the construction of a line of railway at or near Grimshaw, in the province of Alberta, to Great Slave Lake in the Northwest Territories.....	9,666,000 00	9,666,000 00	24,134,000 00
		107,012,996 34	100,066,846 00	103,960,371 64

APPROPRIATIONS AND EXPENDITURES—Continued

Vote	1965-66 Appropriations \$	1965-66 Expenditures \$	1964-65 Expenditures \$
Transport—Continued			
AIR SERVICES			
30 Administration, operation and maintenance including the administration of the Aeronautics Act and regulations issued thereunder, the administration of the Radio Act and regulations issued thereunder, Canada's share of the costs of the international radio, telegraph and telephone organizations listed in the details of the estimates, Canada's assessment for membership in the world meteorological organization, \$110,000 for grants in aid of meteorological research in Canadian universities and Canada's share of the cost of the world meteorological organization symposium on design of hydrometeorological networks.....	\$ 97,637,700 00		
30b To extend the purposes of Transport vote 30 of the main estimates for 1965-66 to include the payment of \$7,276 to the Town of Peace River, Alberta, as an airport operating subsidy for the period October 23, 1963, to March 31, 1964, and the gifts detailed in the estimates and to provide a further amount of....	319,900 00		
30d To extend the purposes of Transport vote 30 of the main estimates for 1965-66 to include the grant detailed in these estimates.....	1 00		
Transfer from Department of Finance vote 15 contingencies.....	3,527,500 00		
	101,485,101 00		
Less: transfer to Department of Defence Production.....	169,098 00		
	101,316,003 00	99,017,135 67	90,491,839 23
35 Construction or acquisition of buildings, works, land and equipment including national airports (as determined by the Minister of Transport) and related facilities, contributions towards construction done by local or private authorities with respect to such airports, amounts to be paid in settlement of claims for compensation by persons whose property is injuriously affected by the operation of zoning regulation made under authority of paragraph (j) of sub-section (1) of section 4 of the Aeronautics Act, and authority, notwithstanding section 30 of the Financial Administration Act, to make commitments for the current fiscal year not to exceed, for airports and other ground services a total amount of \$30,878,100, for radio aids to air and marine navigation a total amount of \$14,854,000, and for meteorological services a total amount of \$2,745,300.....	\$ 41,906,000 00		
35b Construction or acquisition of buildings, works, land and equipment including national airports (as determined by the Minister of Transport) and related facilities, including authority, notwithstanding section 30 of the Financial Administration Act, to increase to \$16,216,500 the commitments for the current fiscal year for radio aids to air and marine navigation.....	1 00		
35e.....	3,000,000 00		
	44,906,001 00	42,458,986 29	40,254,692 16

APPROPRIATIONS AND EXPENDITURES—Continued

Vote	1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
	\$	\$	\$
Transport—Continued			
AIR SERVICES—Concluded			
40 Contributions to assist in the establishment or improvement of local airports and related facilities, payments to the other governments or international agencies that are detailed in the estimates for the operation and maintenance of airports, air navigation and airways facilities, including authority to pay assessments in the amounts and in the currencies in which they are levied, notwithstanding that the total of such payments may exceed the estimated equivalent in Canadian dollars, grants as detailed in the estimates for the development of civil aviation and payments to the Canadian National Railway Company of the difference between revenues and expenses in the operation and maintenance of telecommunication facilities as detailed in the estimates in accordance with agreements entered into with the company with the approval of the Governor in Council	\$ 1,370,300 00		
40b	591,300 00		
	1,961,600 00	1,534,538 84	730,048 79
	148,183,604 00	143,010,660 80	131,476,580 18
GENERAL			
74e Reimbursement of the Department of Transport stores account for the value of stores which have become obsolete, unserviceable, lost or destroyed	100,000 00	98,403 99	97,718 02
Stat. Gratuities to families of deceased employees	1,015 00	1,015 00	723 60
Stat. Refunds of amounts credited to revenue in previous years	82,321 29	82,321 29	2,280,267 62
	183,336 29	181,740 28	2,378,709 24
Expenditures from appropriations not required for 1965-66			17,539 87
	347,480,382 55	332,164,030 93	306,327,708 53
AIR TRANSPORT BOARD			
75 Salaries and other expenses	\$ 777,200 00		
Transfer from Department of Finance vote			
15 contingencies	21,900 00		
	799,100 00	750,526 96	687,633 00
77d Payment to Nordair Limited for operation of international charter flights undertaken but not completed by World Wide Airways Incorporated	381,000 00	381,000 00	
	1,180,100 00	1,131,526 96	687,633 00
BOARD OF TRANSPORT COMMISSIONERS FOR CANADA			
Stat. Salaries of commissioners	117,999 84	117,999 84	117,999 84
80 Administration, operation and maintenance	\$ 1,477,000 00		
Transfer from Department of Finance vote			
15 contingencies	23,000 00		
	1,500,000 00	1,465,214 37	1,372,610 88
Stat. Railway grade crossing fund	5,000,000 00	5,000,000 00	5,000,000 00
82 Amount to be credited to the railway grade crossing fund, in addition to the amount to be credited to the fund under the Railway Act in the current fiscal year, for the general purposes of the fund and, notwithstanding section 30 of the Financial Administration Act, to authorize an increase to \$34,967,000 in the commitments (in addition to any commitments in respect of which amounts are appropriated under this or any other Act) that may be made in the current and subsequent fiscal years	9,000,000 00	9,000,000 00	100,000 00

APPROPRIATIONS AND EXPENDITURES—Continued

Vote	1965-66	1965-66	1964-65
	Appropriations	Expenditures	Expenditures
	\$	\$	\$
Transport—Continued			
BOARD OF TRANSPORT COMMISSIONERS FOR CANADA—Concluded			
83b Notwithstanding any limitation that may be contained in section 265 of the Railway Act, to authorize the payment of an amount not exceeding \$2,000,000 from the railway grade crossing fund to be applied towards the cost of any relocation of the Canadian Pacific Railway line in Sault Ste. Marie pursuant to an order of the board.	1 00		
Stat. Payments to the Canadian Pacific Railway Company and the Canadian National Railway Company equal to the annual cost of maintaining the trackage between specified points, in Ontario, on the trans-continental lines of the said railways.	7,000,000 00	7,000,000 00	7,000,000 00
84b To provide for balance of payments to companies subject to order number 96300, dated November 17, 1958, of the Board of Transport Commissioners for Canada in respect of the period April 1, 1964, to March 31, 1965, payable to said companies for such diminution in their aggregate gross revenues during the said period as in the opinion of the said board is attributable to such companies maintaining the rate level for freight traffic at an 8% increase instead of 17% as authorized by the said order.	600,000 00	233,891 55	
84d To provide payments to companies subject to order number 96300, dated November 17, 1958, of the Board of Transport Commissioners for Canada of an aggregate amount of \$20,000,000 in respect of the period April 1, 1965 to March 31, 1966, to be paid in instalments at such times as may be determined by the said board for the purpose of reimbursing the said companies for such diminution in their aggregate gross revenues during the said period as in the opinion of the said board is attributable to such companies maintaining the rate level for freight traffic at an 8% increase instead of 17% as authorized by the said order; and to provide payments to the said companies of an aggregate amount in respect of the calendar year 1965 of \$50,000,000 to be paid in instalments at such times and in accordance with such methods of allocation as may be determined by the said board for the maintenance by such companies of the rates of freight traffic at the said reduced level.	\$ 70,000,000 00		68,727,510 12
84e To increase from \$70,000,000 to \$95,000,000 the payments authorized by vote 84d of supplementary estimates (D) 1965-66 to railway companies to maintain the rates of freight traffic at a reduced level and to extend the purposes of the said vote to authorize payments to the said companies in respect of the calendar year 1964.	25,000,000 00		
	95,000,000 00	87,417,207 26	
	118,218,000 84	110,234,313 02	82,318,120 84
CANADIAN MARITIME COMMISSION			
85 Administration of the commission and the degaussing of Canadian government ships and Canadian-owned merchant ships, of 3,000 gross tons to 20,000 gross tons, of Canadian registry or of United Kingdom registry if subject to re-transfer to Canadian registry under special inter-governmental arrangement.	\$ 395,800 00		

APPROPRIATIONS AND EXPENDITURES—Continued

Vote		1965-66	1965-66	1964-65
		Appropriations	Expenditures	Expenditures
		\$	\$	\$
Transport—Continued				
CANADIAN MARITIME COMMISSION—Concluded				
	85e To extend the purposes of Transport vote 85 of the main estimates for 1965-66 to include federal assistance towards the cost of ice-breaking in the Miramichi River, N.B.....	45,500 00		
	Transfer from Department of Finance vote 15 contingencies.....	4,500 00		
		445,800 00	353,672 18	343,938 54
90	Steamship subventions for coastal services, as detailed in the estimates.....\$	8,549,006 00		
	85b.....	299,000 00		
	85d.....	36,875 00		
	85e.....	523,000 00		
		9,407,881 00	9,398,103 13	8,291,217 28
95	Capital subsidies for the construction of commercial and fishing vessels in accordance with regulations of the Governor in Council.....\$	25,000,000 00		
	95b.....	14,000,000 00		
	95d.....	1,541,000 00		
		40,541,000 00	40,512,684 16	32,000,000 00
		50,394,681 00	50,264,459 47	40,635,155 82
NATIONAL HARBOURS BOARD				
100	Advances to National Harbours Board, subject to the provisions of section 29 of the National Harbours Board Act, to meet reconstruction and capital expenditures during the calendar year 1965 as detailed in the estimates.....\$	1,487,900 00		
	100b.....	615,000 00		
		2,102,900 00	747,466 55	1,372,326 17
102e	To authorize, in accordance with terms and conditions approved by the Governor in Council, special assistance to firms displaced as a result of construction of the Saskatchewan Wheat Pool elevator in Vancouver Harbour, B.C.....	75,000 00	61,532 04	
103	To authorize expenditures by the National Harbours Board, either by itself or on behalf of or in cooperation with others, for certain purposes relating to the Canadian Universal and International Exhibition, Montreal, 1967 and to provide, notwithstanding sections 28 and 29 of the National Harbours Board Act, for an absolute grant to the Board for such purposes to be credited to the National Harbours Board Special Account.....\$	3,823,000 00		
	103b.....	960,000 00		
		4,783,000 00	3,860,601 61	6,204,537 00
104b	Payment to the National Harbours Board to be applied in payment of the deficit (exclusive of interest on advances authorized by Parliament and depreciation on capital structures) expected to be incurred in the calendar year 1965 in the operation of the Jacques Cartier Bridge, Montreal Harbour.....	160,000 00	160,000 00	
		7,120,900 00	4,829,600 20	7,576,863 17

APPROPRIATIONS AND EXPENDITURES—Continued

Vote		1965-66	1965-66	1964-65
		Appropriations	Expenditures	Expenditures
		\$	\$	\$
Transport—Concluded				
THE ST LAWRENCE SEAWAY AUTHORITY				
105	Operating deficit and capital requirements of canals and works entrusted to The St. Lawrence Seaway Authority with the approval of the Governor in Council, and to authorize, notwithstanding the Financial Administration Act or any other Act, the disbursement by the authority of revenues derived from the operation and management of such canals and works.....	2,698,000 00	1,899,563 16	1,867,005 54
107e	Payment to The St. Lawrence Seaway Authority, upon application, approved by the Minister of Transport, made by the authority to the Minister of Finance, to reimburse the authority in respect of the Welland canal deficit incurred by the authority during the calendar year 1965...	8,250,000 00	8,174,573 00	27,073,300 00
Stat.	Payment to The St. Lawrence Seaway Authority of an amount equal to the net proceeds realized from the sale of property under the administration or control of the authority and paid into the consolidated revenue fund, during the current fiscal year.....	45,446 45	45,446 45	33,355 84
		10,993,446 45	10,119,582 61	28,973,661 38
ATLANTIC DEVELOPMENT BOARD (listed under its own heading)				
	Total.....	535,387,510 84	508,743,513 19	466,519,142 74

Unemployment Insurance
Commission

*Details of expenditure and revenue are given
in section 44 of volume II*

1	Administration of the Unemployment Insurance Act.....	\$ 32,689,400 00		
	Transfer from Department of Finance vote 15 contingencies.....	649,000 00		
		33,338,400 00	32,373,861 59	32,641,781 00
Stat.	Government's contribution to the Unemployment Insurance Fund.....	65,663,739 36	65,663,739 36	62,150,255 18
Stat.	Refunds of amounts credited to revenue in previous years...	126 00	126 00	10 00
	Total.....	99,002,265 36	98,037,726 95	94,792,046 18

Veterans Affairs

*Details of expenditure and revenue are given
in section 45 of volume II*

Stat.	Minister of Veterans Affairs—salary and motor car allowance.....	16,999 92	16,999 92	17,000 00
1	Departmental administration.....	\$ 6,694,000 00		
	Transfer from Department of Finance vote 15 contingencies.....	140,000 00		
		6,834,000 00	6,779,891 60	6,644,207 72

APPROPRIATIONS AND EXPENDITURES—Continued

Vote			
	1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
	\$	\$	\$
Veterans Affairs—Continued			
WELFARE SERVICES, ALLOWANCES AND OTHER BENEFITS			
5 Administration, including the expenses of the War Veterans Allowance Board, and grants as detailed in the estimates.....	\$ 4,187,700 00		
Transfer from Department of Finance vote 15 contingencies.....	68,000 00		
	4,255,700 00	4,199,839 40	4,087,554 30
10 War veterans allowances civilian war allowance and assistance in accordance with the provisions of the Assistance Fund (War Veterans Allowances) Regulations.....	\$ 106,127,000 00		
10d.....	500,000 00		
	106,627,000 00	105,600,716 65	96,822,954 64
15 Other benefits including treatment and related allowances, burials and memorials, the training of certain pensioners under regulations approved by the Governor in Council and repayments under sub-section (3) of section 12 of the Veterans' Rehabilitation Act in such amounts as the Minister of Veterans Affairs determines, not exceeding the whole of amounts equivalent to the compensating adjustments or payments made under that Act, where the persons who made the compensating adjustments or payments received no benefits under the Veterans' Land Act, or where, having had financial assistance under the Veterans' Land Act, are deemed by the Minister on termination of their Veterans' Land Act contracts or agreements to have derived thereunder either no benefits or benefits that are less than the amounts of the compensating adjustments or payments.....	5,678,000 00	5,522,804 28	5,406,865 85
Stat. War service gratuities, re-establishment credits and repayments under section 13A of the War Service Grants Act of compensating adjustments made in accordance with the terms of the Veterans' Land Act.....	414,967 86	414,967 86	516,852 23
	116,975,667 86	115,738,328 19	106,834,227 02
PENSIONS			
20 Administration.....	\$ 2,798,200 00		
Transfer from Department of Finance vote 15 contingencies.....	90,000 00		
	2,888,200 00	2,858,095 63	2,792,022 20
25 Pension for disability and death, including pensions granted under the authority of the Civilian Government Employees (War) Compensation Order, P.C.45/8848 of November 22, 1944, which shall be subject to the Pension Act; Newfoundland special awards, and gallantry awards (world war 2 and special force).....	\$ 184,079,000 00		
25d.....	1,700,000 00		
	185,779,000 00	185,559,325 19	180,326,162 91
	188,667,200 00	188,417,420 82	183,118,185 11
TREATMENT SERVICES			
30 Operation and maintenance including authority, notwithstanding the Financial Administration Act, to spend revenue received during the year for hospital, prosthetic and related services.....	\$ 47,228,000 00		
30e.....	300,000 00		
Transfer from Department of Finance vote 15 contingencies.....	3,506,000 00		
	51,034,000 00		
Less: transfer to Department of National Health and Welfare.....	1,079,800 00		
	49,954,200 00	48,189,072 38	44,628,672 32
35 Hospital construction, improvements, equipment and acquisition of land.....	3,006,000 00	1,684,304 29	2,199,288 00
	52,960,200 00	49,873,376 67	46,827,960 32

APPROPRIATIONS AND EXPENDITURES—*Concluded*

Vote			
	1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
	\$	\$	\$
Veterans Affairs—<i>Concluded</i>			
SOLDIER SETTLEMENT AND VETERANS' LAND ACT			
40 Administration of Veterans' Land Act; Soldier Settlement and British Family Settlement; upkeep of property, Veterans' Land Act, including engineering and other investigational planning expenses that do not add tangible value to real property, taxes, insurance and maintenance of public utilities; and to authorize, subject to the approval of the Governor-in-Council, necessary remedial work on properties constructed under individual firm price contracts and sold under the Veterans' Land Act and to correct defects for which neither the veteran nor the contractor can be held financially responsible, and for such other work on other properties as may be required to protect the interest of the Director therein.....	\$ 4,322,400 00		
Transfer from Department of Finance vote 15 contingencies.....	73,000 00		
	<hr/> 4,395,400 00	4,368,637 90	4,321,789 20
45 Grants to veterans settled on provincial lands in accordance with agreements with provincial governments under section 38 of the Veterans' Land Act, grants to veterans settled on Dominion Lands in accordance with an agreement with the Minister of Northern Affairs and National Resources under section 38 of the Veterans' Land Act and grants to Indian veterans settled on Indian reserve lands under section 39 of the Veterans' Land Act.....	145,000 00	130,323 07	93,672 95
Stat. Refunds of amounts credited to revenue in previous years—Veterans' Land Act.....	646 09	646 09	1,443 97
Stat. Reduction in Veterans' Land Act Advances.....	31,486 66	31,486 66	69,232 09
Stat. Provision for reserve for conditional benefits—Veterans' Land Act.....	3,202,633 47	3,202,633 47	3,147,372 07
	<hr/> 7,775,166 22	<hr/> 7,733,727 19	<hr/> 7,633,510 28
GENERAL			
Stat. Refunds of amounts credited to revenue in previous years—Veterans Affairs.....	20 00	20 00	
Stat. Gratuities to families of deceased employees.....	1,405 66	1,405 66	1,506 66
Stat. Returned soldiers insurance actuarial liability adjustment..	373,850 70	373,850 70	407,490 59
Stat. Veterans insurance actuarial liability adjustment.....	717,134 83	717,134 83	614,186 96
	<hr/> 1,092,411 19	<hr/> 1,092,411 19	<hr/> 1,023,184 21
<i>Expenditures from appropriations not required for 1965-66..</i>			86 71
Total.....	<hr/> 374,321,645 19	<hr/> 369,652,155 58	<hr/> 352,098,361 37
Total for all departments.....	<hr/> 7,997,973,608 21	<hr/> 7,734,795,524 98	<hr/> 7,218,274,551 44

SUMMARY OF EXPENDITURES BY STANDARD OBJECTS AND

Section (Volume II)	Department	Civil salaries and wages	Civilian allowances	Pay and allowances, Defence Forces and R.C.M. Police	Professional and special services
		(1)	(2)	(3)	(4)
		\$	\$	\$	\$
1	Agriculture.....	58,492,528	189,149		2,692,850
2	Atlantic Development Board.....	251,010			456,470
3	Atomic Energy.....	148,618			1,711
4	Auditor General's Office.....	1,617,719			3,911
5	Board of Broadcast Governors.....	280,319	30,400		27,296
6	Canada Emergency Measures Organization.....	1,220,916	2,898		308,727
7	Canadian Broadcasting Corporation.....				
8	Central Mortgage and Housing Corporation.....				
9	Office of the Chief Electoral Officer.....	212,306			11,128
10	Citizenship and Immigration.....	34,127,444	661,564		407,319
11	Civil Service Commission.....	6,323,604	2,365		170,622
12	Defence Production.....	15,637,364	259,383		322,108
13	Economic Council of Canada.....	862,701			108,888
14	External Affairs.....	15,281,761	6,183,791		259,146
15	Finance.....	26,440,794	129,549		466,482
16	Fisheries.....	14,797,544	292,638		383,158
17	Forestry.....	8,715,110	2,000		209,315
18	Governor General and Lieutenant-Governors.....	424,182	212,948		
19	Industry.....	3,828,066	16,711		171,576
20	Insurance.....	763,641			5,000
21	Justice.....	9,272,544	22,703		304,063
22	Labour.....	2,948,264	32,149		1,238,859
23	Legislation.....	9,818,018	1,886,997		86,177
24	Mines and Technical Surveys.....	26,928,376	163,774		2,316,820
25	National Capital Commission.....				
26	National Defence.....	188,856,538	911,564	583,739,679	51,738,912
27	National Film Board.....				
28	National Gallery of Canada.....	446,673			177,890
29	National Health and Welfare.....	30,043,346	1,032,261		9,643,900
30	National Research Council, including the Medical Research Council.....	23,312,207	250,499		2,252,627
31	National Revenue.....	85,581,478	249,797		921,770
32	Northern Affairs and National Resources.....	34,093,259	1,908,301		14,509,605
33	Post Office.....	157,348,949	2,020,379		156,552
34	Privy Council.....	4,249,962	28,698		222,879
35	Public Archives and National Library.....	1,555,368	3,320		84,454
36	Public Printing and Stationery.....	1,011,048			397
37	Public Works.....	41,015,479	1,204,233		4,359,796
38	Office of the Representation Commissioner.....	25,000			
39	Royal Canadian Mounted Police.....	5,488,761	20,270	46,901,329	1,514,036
40	Secretary of State.....	4,970,933	2,000		683,980
41	Solicitor General.....	19,717,169	14,575		977,445
42	Trade and Commerce.....	24,139,490	2,108,604		1,196,447
43	Transport.....	95,666,263	1,810,389		8,418,995
44	Unemployment Insurance Commission.....	27,097,839	3,818		1,568,217
45	Veterans Affairs.....	60,584,229	266,454		13,252,934
		1,043,596,820	21,924,181	630,641,008	121,632,462

DEPARTMENTS FOR THE FISCAL YEAR ENDED MARCH 31, 1966

Travelling and removal expenses	Freight, express and cartage	Postage	Telephones, telegrams and other communication services	Publication of departmental reports and other material	Exhibits, advertising, films, broadcasting and displays	Office stationery, supplies, equipment and furnishings	Materials and supplies	Section (Volume II)
(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	
\$	\$	\$	\$	\$	\$	\$	\$	
3,467,588	212,650	126,618	542,355	340,379	99,126	1,267,690	3,899,454	1
30,259		800	8,642	940		21,617		2
20,306		250	3,064	1,123		4,324		3
84,738	125	379	9,649	11,825		13,034		4
21,063	103	120	5,144			13,369		5
53,062	4,379	2,833	38,977	34,494	44,067	55,884	95,269	6
					2,396,281			7
								8
378	36	200	1,728			962		9
1,497,549	83,290	469,950	963,343	253,205	1,555,032	954,821	151,034	10
263,035	14,981	37,595	96,000	19,682	529,497	341,970	13,833	11
498,351	159,549	74,961	335,727	83,281	2,911	1,185,529	24,795	12
62,059	1,175	132	16,060	12,099	109	39,476		13
2,743,834	171,994	227,250	2,924,510	197,962	62,704	1,132,570	293,503	14
389,826	349,501	2,499,878	172,069	144,921		1,680,019	232,431	15
1,148,111	62,570	38,641	226,619	167,939	141,587	261,165	2,143,219	16
587,977	15,439	11,806	116,547	165,580	74,893	257,233	426,345	17
5,541		555	20,400		390	9,365	4,146	18
301,404	8,760	6,235	75,501	88,777	178,525	205,017	15	19
22,235	311	600	4,729	152,000		18,989		20
381,630	2,589	2,518	49,818	18,369		119,851	336	21
111,229	6,672	6,918	58,099	181,220	442,287	199,473		22
281,890	5,573	1,704	118,808	1,430,245		281,459	81,054	23
1,609,825	297,386	29,841	239,011	215,372	91,102	570,816	3,332,808	24
								25
38,280,113	3,835,387	708,831	22,217,835	2,696,585	943,170	5,765,663	97,941,187	26
					6,485,200			27
31,218	5,072	571	11,838	59,507	195,351	45,458	47,765	28
1,390,929	193,533	187,608	341,909	315,388	298,958	669,317	5,207,218	29
579,313	68,501	42,107	207,519	750,079	220,025	1,135,889	5,739,151	30
2,856,442	193,059	1,308,675	559,601	124,512	494,624	2,873,784	1,009,186	31
2,741,864	1,509,031	82,725	585,488	202,272	254,522	608,827	12,583,041	32
684,098	86,311	235,286	158,755	302,638	1,177,116	3,864,236		33
108,741	3,665	8,035	119,646	545,525		171,142	8,254	34
12,495	2,480	1,200	8,951	48,994		142,553	2,872	35
9,847	32,383	39,200	11,161	1,779,011	65,753	68,547	30,696	36
958,048	438,227	41,030	401,158	8,038	10,414	4,368,810	6,520,488	37
								38
2,749,407	202,503	163,255	543,569	24,476	36,156	556,204	3,872,894	39
206,322	19,801	8,336	80,881	107,024	260,607	214,210	72,084	40
331,732	25,938	21,232	80,713	5,966	66,210	210,299	5,142,386	41
1,589,762	483,832	243,343	434,921	1,989,289	9,788,001	1,981,225	105,643	42
4,365,326	961,559	124,293	6,876,668	199,026	37,661	1,707,893	10,189,347	43
780,761	85,254	825,617	337,400	109,776	1,734	1,223,407	37,424	44
887,444	62,831	169,089	390,816	13,503	19,168	563,246	10,825,308	45
72,145,752	9,606,450	7,750,217	39,395,629	12,801,022	25,973,181	34,805,343	170,033,186	

SUMMARY OF EXPENDITURES BY STANDARD OBJECTS AND

Section (Volume II)	Department	Buildings and works, including land			Equipment		
		Construc- tion or acquisition	Repairs and upkeep	Rentals	Construc- tion or acquisition	Repairs and upkeep	Rentals
		(13)	(14)	(15)	(16)	(17)	(18)
		\$	\$	\$	\$	\$	\$
1	Agriculture	23,468,910	1,437,411	305,543	2,857,938	942,711	208,394
2	Atlantic Development Board						
3	Atomic Energy	10,521,574			3,732,183		
4	Auditor General's Office						
5	Board of Broadcast Governors						
6	Canada Emergency Measures Organ- ization	72,366	21,445		393,693	66,995	
7	Canadian Broadcasting Corporation ..						
8	Central Mortgage and Housing Cor- poration						
9	Office of the Chief Electoral Officer ..						
10	Citizenship and Immigration	437,000	23,640	184,417	24,663	4,964	
11	Civil Service Commission			16,263	44,457		
12	Defence Production			38,256	411,165	2,450,463	
13	Economic Council of Canada						
14	External Affairs	821,833	448,371	1,006,563	1,031,903	251,149	2,350
15	Finance			3,100	409,107	99,586	
16	Fisheries	2,780,058	271,448	26,061	2,761,800	806,087	773,318
17	Forestry	2,362,297	164,349	3,911	932,245	157,042	42,853
18	Governor General and Lieutenant- Governors				11,273	1,107	
19	Industry						
20	Insurance						
21	Justice					429	
22	Labour						
23	Legislation				2,119	94	
24	Mines and Technical Surveys	2,357,899	61,522	39,302	7,093,107	1,196,946	2,231,964
25	National Capital Commission						
26	National Defence	28,764,698	39,912,222	7,209,252	203,380,689	135,908,484	115,568
27	National Film Board				406,135		
28	National Gallery of Canada				82,953	1,747	
29	National Health and Welfare	4,532,007	244,438	169,592	1,042,696	179,308	796
30	National Research Council, including the Medical Research Council	4,669,599	646,379		1,425,268	287,967	
31	National Revenue	136,035	114,878	18,890	62,695	12,250	
32	Northern Affairs and National Re- sources	39,992,956	6,524,177	90,730	3,985,412	1,535,651	588,550
33	Post Office			13,345	1,232,580	378,217	102,553
34	Privy Council						
35	Public Archives and National Library				25,678	1,936	197
36	Public Printing and Stationery						
37	Public Works	75,076,411	13,750,278	13,112,006	2,208,536	1,680,705	202,473
38	Office of the Representation Commis- sioner						
39	Royal Canadian Mounted Police	1,422,573	525,150	732,241	3,065,770	1,852,722	124,081
40	Secretary of State	3,966,948		60,000	51,514	4,155	16,750
41	Solicitor General	26,765,075	349,407	8,667	1,408,591	282,405	1,772
42	Trade and Commerce	308,108	194,231	774,380	229,858	21,518	
43	Transport	63,206,044	5,224,031	184,849	47,685,089	6,760,607	2,441,035
44	Unemployment Insurance Commission			826	6,835	4,391	
45	Veterans Affairs	805,407	977,509		950,707	338,943	
		292,467,798	70,890,886	23,998,194	286,956,659	155,228,579	6,852,654

DEPARTMENTS FOR THE FISCAL YEAR ENDED MARCH 31, 1966

Municipal or public utility services	Contri- butions, grants, subsidies, etc. not included elsewhere	Pensions, super- annuation and other benefits	All other expenditures (other than special categories 23-33)	Special categories	Total standard objects and special categories	Less expenditure recovered	Net total expenditure	Section (Volume II)
(19)	(20)	(21)	(22)	(23)-(33)	(1)-(33)	(34)		
\$	\$	\$	\$	\$	\$	\$	\$	
1,022,289	85,401,239	26,137	410,601		187,411,560	1,147,944	186,263,616	1
	22,954,636	12,944	18,041		23,755,359		23,755,359	2
	1,600,000		(1)39,694,279		55,727,432	1,277,257	54,450,175	3
			521		1,741,901		1,741,901	4
			4,973		382,787		382,787	5
24,132	5,100,345		203,775		7,744,257		7,744,257	6
	95,062,634				97,458,915		97,458,915	7
	2,004,272		19,567,686		21,571,958		21,571,958	8
			12,726,402		12,953,140		12,953,140	9
27,398	195,500,269	59,936	1,180,242		238,567,080		238,567,080	10
	1,398		111,552		7,986,854		7,986,854	11
207,526		2,342	1,914,472		23,608,183	170,000	23,438,183	12
			13,663		1,116,362		1,116,362	13
470,647	117,190,535	124,876	1,808,744		152,635,996	90,041	152,545,955	14
36,896,315	100,841,065	102,602,778	401,533	(2)1,576,850,479	1,850,679,433		1,850,679,433	15
162,209	4,182,708	17,322	3,398,739		34,842,941	316,465	34,526,476	16
119,787	39,829,376	5,894	2,934,578		57,134,577		57,134,577	17
		17	632		690,556		690,556	18
	63,450		24,357,112		29,301,149		29,301,149	19
			544,554		1,512,059		1,512,059	20
10,118	200	1,547,662	15,162		11,747,992	380,178	11,367,814	21
	15,903,861	2,450,269	414,411		23,993,711		23,993,711	22
	74,377	258,428	384,880		14,711,823		14,711,823	23
84,209	58,475,926	17,261	130,004		107,483,271	125,757	107,357,514	24
			19,251,111		19,251,111	630,000	18,621,111	25
22,464,753	18,915,806	85,776,079	41,172,953		1,581,255,968	32,809,184	1,548,446,784	26
					6,891,335		6,891,335	27
	8,200		701,383		1,815,626		1,815,626	28
820,944	4,084,340		1,723,167	(3)1,113,318,136	1,175,439,791	317,762	1,175,122,029	29
663,517	37,502,565		292,121		80,045,333	5,658,304	74,387,029	30
58,399		4,269	46,601		96,626,945	1,654,965	94,971,980	31
2,949,798	17,097,763	59,763	16,571,709		158,475,444	2,041,711	156,433,733	32
9,135	37,556	182,873	26,647	(4)72,189,232	240,206,458		240,206,458	33
	10,740	57	3,504,534		8,981,878		8,981,878	34
			149,468		2,039,966	66,452	1,973,514	35
			5,608		3,053,651		3,053,651	36
7,278,854	391,023	60,436	127,510	(5)83,422,828	256,636,781	110,674	256,526,107	37
			749,892		774,892		774,892	38
699,155	20,224	9,547,125	1,896,945		81,958,846		81,958,846	39
	9,150,753	45,165	4,075,069		23,996,532		23,996,532	40
331,914	260,524	14,121	859,040		56,875,181		56,875,181	41
54,276	127,940	47,968	275,639		46,094,475	20,686	46,073,789	42
3,738,610	187,809,262	346,539	11,141,388	(6)50,239,045	509,133,919	390,406	508,743,513	43
920		22,353	267,416	(7)65,663,739	98,037,727		98,037,727	44
602,271	2,201,398	67,228	2,592,714	(8)298,725,993	394,297,192	24,645,036	369,652,156	45
78,697,176	1,021,804,385	203,369,842	215,667,471	3,260,409,452	7,806,648,347	71,852,822	7,734,795,525	

(1) This item (22) includes \$39,689,543 in respect of the Atomic Energy of Canada Limited research program.

(2) Interest on public debt, etc. (23) \$1,110,857,197; subsidies and special payments to provinces (24) \$465,993,282.

(3) Family allowances and youth allowances payments (25) \$600,973,554; old age assistance, blind persons allowances, disabled persons allowances and unemployment assistance (26) \$147,260,196; hospital insurance and general health grants (30) \$365,084,386.

(4) Movement of mail by land, air and water (32) \$72,189,232.

(5) Trans-Canada highway contributions (31) \$83,422,828.

(6) Deficits—government-owned enterprises (33) \$50,239,045.

(7) Government's contribution to the unemployment insurance fund (29) \$65,663,739.

(8) Veterans disability pensions, etc. (27) \$185,532,099; other payments to veterans and dependents (28) \$113,193,894.

SUMMARY OF REVENUE BY MAIN CLASSIFICATIONS AND

Section (Volume II)	Department	Tax revenues	Return on investments	Bullion and coinage	Postal revenue
		\$	\$	\$	\$
1	Agriculture.....		589,218		
3	Atomic Energy.....		403,736		
4	Auditor General's Office.....				
5	Board of Broadcast Governors.....				
6	Canada Emergency Measures Organization.....				
7	Canadian Broadcasting Corporation.....				
8	Central Mortgage and Housing Corporation.....		107,842,851		
9	Office of the Chief Electoral Officer.....				
10	Citizenship and Immigration.....		1,524		
11	Civil Service Commission.....				
12	Defence Production.....		5,537,597		
13	Economic Council of Canada.....				
14	External Affairs.....		767,487		
15	Finance.....		292,244,020	11,217,545	
16	Fisheries.....		809,816		
17	Forestry.....				
19	Industry.....				
20	Insurance.....	157,854			
21	Justice.....				
22	Labour.....		3,779		
23	Legislation.....				
24	Mines and Technical Surveys.....		1,628,379		
26	National Defence.....		2,049,771		
27	National Film Board.....				
28	National Gallery of Canada.....				
29	National Health and Welfare.....				
30	National Research Council including Medical Research Council.....		92		
31	National Revenue.....	6,850,159,480	3,092		
32	Northern Affairs and National Resources.....	2,758	593,380		
33	Post Office.....		547		237,482,296
34	Privy Council.....				
35	Public Archives and National Library.....		445		
36	Public Printing and Stationery.....				
37	Public Works.....				
39	Royal Canadian Mounted Police.....		12,178		
40	Secretary of State.....				
41	Solicitor General.....		234,443		
42	Trade and Commerce.....		6,794,168		
43	Transport.....		9,635,048		
44	Unemployment Insurance Commission.....				
45	Veterans Affairs.....		9,102,558		
		6,850,320,092	438,254,129	11,217,545	237,482,296

DEPARTMENTS FOR THE FISCAL YEAR ENDED MARCH 31, 1966

Privileges, licences and permits	Proceeds from sales	Services and service fees	Refunds of previous years' expenditure	Miscellaneous	Premium, discount and exchange	Total	Section (Volume II)
\$	\$	\$	\$	\$	\$	\$	
1,617,577	1,431,935	8,681,513	50,661	92,783		12,463,687	1
		453	734			403,736	3
			35			1,187	4
13,231	5,459	584	21,403	9,458		35	5
7,598						50,135	6
	4,785,528		562,595	1,665,373		7,598	7
	20			96,800		114,856,347	8
496,576	37,650	30,162	1,352,045	173,413		96,820	9
		113	586	1		2,091,370	10
	7,439,153	223,168	25,734	77,075		700	11
			853			13,302,727	12
1,185,521	23,051	14,946	98,203	59,041		853	13
	66	5,642,790	504,936	1,188,386	125,538	2,148,249	14
186,637	187,026	26,984	10,151	60,171		310,923,281	15
136,166	32,986	5,005	9,626	91		1,280,785	16
			2,498,035			183,874	17
		846,325	317	399		2,498,035	19
12,490		12,883	3,813	321,865		1,004,895	20
	4,594	1,860	11,710	1,502,792		351,051	21
161,500		3,565	71	56,895		1,524,735	22
55,475	685,822	59,141	60,313	19,413		222,031	23
1,648,682	2,327,811	1,884,517	6,019,983	1,103,096		2,508,543	24
			32,683			15,033,860	26
			202	5,018		32,683	27
316,312	209,582	4,841,734	985,844	249,120		5,220	28
						6,602,592	29
			56,054	1,715		57,861	30
195,204	117,266	380,445	55,903	4,249,636		6,855,161,026	31
10,972,845	1,661,329	827,897	1,151,248	701,389		15,910,846	32
	8		12,641	43,094		237,538,586	33
2,405,903	17,712	275,848	289	10,812		2,710,564	34
		10,625	4,509	112		15,691	35
26,616	1,826,185	18,410		48,912		1,920,123	36
3,052,464	38,671	1,243,115	432,665	914,046		5,680,961	37
795,233	468,305	16,366,680	197,714	155,986		17,996,096	39
578,436	3,184	166,692	4,493	12,203		765,008	40
70,161	348,219	4,422	23,724	5,094		686,063	41
35,279	25,861	2,470,750	21,348	674,420		10,021,826	42
14,965,335	1,222,382	19,106,975	779,931	237,015		45,946,686	43
			10,087	562,871		572,958	44
30,412	35,072		3,917,468	155,370		13,240,880	45
38,965,653	22,934,877	63,147,602	18,918,607	14,453,865	125,538	7,695,820,204	

H. R. BALLS,
Comptroller of the Treasury.

Auditor General's Certificate

The accounts relating to the revenues as set forth in the above Statement have been examined under my direction and, subject to the comments in my report to the House of Commons, I certify that, in my opinion, the Statement gives a correct summary for the year ended March 31, 1966.

A. M. HENDERSON,
Auditor General.

1965-66
PUBLIC ACCOUNTS

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APPENDICES

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Appendix No. 1

Expenditures and Revenues by fiscal years from July 1, 1867 to March 31, 1966

	Ordinary revenues	Special receipts and credits	Total revenues	Total expenditures	Deficit	Surplus
	\$	\$	\$	\$	\$	\$
1867.....					75,728,641	
1868.....	13,687,928		13,687,928	13,716,422	28,494	
1869.....	14,379,175		14,379,175	14,481,359	102,184	
1870.....	15,512,225	27,432	15,539,657	17,890,080	2,350,423	
1871.....	19,335,560	39,476	19,375,036	18,871,812		503,224
1872.....	20,714,814		20,714,814	25,195,368	4,480,554	
1873.....	20,813,469	157,122	20,970,591	38,631,981	17,661,390	
1874.....	24,205,093	302,560	24,507,653	32,984,155	8,476,502	
1875.....	24,648,715	1,008	24,649,723	32,333,137	7,683,414	
1876.....	22,587,587	4,468	22,592,055	31,135,191	8,543,136	
1877.....	22,059,274	868,487	22,927,761	31,611,556	8,683,795	
1878.....	22,375,012	31,245	22,406,257	29,533,018	7,126,761	
1879.....	22,517,382	4,503,143	27,020,525	29,648,642	2,628,117	
1880.....	23,307,406	57,140	23,364,546	32,825,948	9,461,402	
1881.....	29,635,298		29,635,298	32,579,489	2,944,191	
1882.....	33,383,455	1,799,094	35,182,549	33,448,420		1,734,129
1883.....	35,794,650	1,009,019	36,803,669	41,608,732	4,805,063	
1884.....	31,861,962	953,264	32,815,226	56,510,362	23,695,136	
1885.....	32,797,001	557,040	33,354,041	47,599,883	14,245,842	
1886.....	33,177,040	302,843	33,479,883	60,231,298	26,751,415	
1887.....	35,754,993	538	35,755,531	39,911,199	4,155,668	
1888.....	35,908,463		35,908,463	43,125,046	7,216,583	
1889.....	38,782,870		38,782,870	41,781,554	2,998,684	
1890.....	39,879,925		39,879,925	39,883,095	3,170	
1891.....	38,579,311		38,579,311	38,855,130	275,819	
1892.....	36,921,872		36,921,872	40,244,275	3,322,403	
1893.....	38,168,608	40,000	38,208,608	38,758,214	549,606	
1894.....	36,374,693	191	36,374,884	40,876,873	4,501,989	
1895.....	33,978,129		33,978,129	40,870,027	6,891,898	
1896.....	36,618,590		36,618,590	42,041,096	5,422,506	
1897.....	37,829,779		37,829,779	40,870,942	3,041,163	
1898.....	40,555,238	1,272	40,556,510	42,974,313	2,417,803	
1899.....	46,741,250	1,853	46,743,103	49,060,151	2,317,048	
1900.....	51,029,994	1,473	51,031,467	50,251,827		779,640
1901.....	52,514,701	1,632	52,516,333	55,502,530	2,986,197	
1902.....	58,050,790	1,543	58,052,333	61,401,419	3,349,086	
1903.....	66,037,069	3,311,015	69,348,084	59,125,983		10,222,101
1904.....	70,669,817	9,434	70,679,251	69,939,981		739,270
1905.....	71,182,773	3,300	71,186,073	76,542,521	5,356,448	
1906.....	80,139,360	2,034	80,141,394	80,960,205	818,811	
1907, 9 months.....	67,969,328	2,782	67,972,110	64,600,992		3,371,118
1908.....	96,054,506	911	96,055,417	110,344,417	14,289,000	
1909.....	85,093,404	456,176	85,549,580	131,518,999	45,969,419	
1910.....	101,503,711	112,765	101,616,476	113,954,743	12,338,267	
1911.....	117,780,410	103,918	117,884,328	121,657,834	3,773,506	
1912.....	136,108,217		136,108,217	135,985,626		122,591
1913.....	168,689,903	524	168,690,427	143,072,592		25,617,835
1914.....	163,174,395		163,174,395	184,869,619	21,695,224	
1915.....	133,073,481		133,073,481	246,452,714	113,379,233	
1916.....	172,147,838	1,555	172,149,393	337,929,481	165,780,088	
1917.....	232,701,294		232,701,294	496,731,421	264,030,127	
1918.....	260,778,952		260,778,952	573,476,717	312,697,765	

Appendix No. 1—Concluded

Expenditures and Revenues by fiscal years from July 1, 1867 to March 31, 1966—Concluded

—	Ordinary revenues	Special receipts and credits	Total revenues	Total expenditures	Deficit	Surplus
	\$	\$	\$	\$	\$	\$
1919.....	312,946,748		312,946,748	695,593,717	382,646,969	
1920.....	349,746,334		349,746,334	740,088,920	390,342,586	
1921.....	434,386,536	2,502,393	436,888,929	528,899,289	92,010,360	
1922.....	381,952,387	13,059,197	395,011,584	476,268,402	81,256,818	
1923.....	394,614,900	14,990,004	409,604,904	441,245,971	31,641,067	
1924.....	396,837,682	10,967,218	407,804,900	371,811,306		35,993,594
1925.....	346,834,479	5,667,676	352,502,155	352,156,566		345,589
1926.....	380,745,506	2,544,162	383,289,668	355,583,081		27,706,587
1927.....	398,695,776	2,432,264	401,128,040	359,231,311		41,896,729
1928.....	422,717,983	8,071,485	430,789,468	379,805,331		50,984,137
1929.....	455,463,874	6,183,149	461,647,023	390,301,495		71,345,528
1930.....	441,374,124	11,633,005	453,007,129	405,266,383		47,740,746
1931.....	349,616,305	8,104,130	357,720,435	441,568,413	83,847,978	
1932.....	326,826,616	7,681,465	334,508,081	448,742,316	114,234,235	
1933.....	306,640,229	5,095,057	311,735,286	532,369,940	220,634,654	
1934.....	324,070,564	590,026	324,660,590	458,157,905	133,497,315	
1935.....	358,474,911	3,498,853	361,973,764	478,106,581	116,132,817	
1936.....	372,222,207	373,789	372,595,996	532,585,555	159,989,559	
1937.....	445,028,955	9,124,792	454,153,747	532,005,432	77,851,685	
1938.....	510,297,581	6,395,168	516,692,749	534,408,117	17,715,368	
1939.....	498,016,706	4,154,648	502,171,354	553,063,098	50,891,744	
1940.....	541,616,092	20,477,367	562,093,459	680,793,792	118,700,333	
1941.....	859,754,928	12,414,717	872,169,645	1,249,601,447	377,431,802	
1942.....	1,463,824,203	24,712,140	1,488,536,343	1,885,066,055	396,529,712	
1943.....	2,182,798,759	66,697,418	2,249,496,177	4,387,124,117	2,137,627,940	
1944.....	2,570,094,424	194,923,289	2,765,017,713	5,322,253,505	2,557,235,792	
1945.....	2,300,097,373	387,237,426	2,687,334,799	5,245,611,924	2,558,277,125	
1946.....	2,363,161,854	650,023,220	3,013,185,074	5,136,228,505	2,123,043,431	
1947.....	2,588,530,895	419,345,418	3,007,876,313	2,634,227,412		373,648,901
1948.....	2,629,845,984	241,900,125	2,871,746,109	2,195,626,454		676,119,655
1949.....	2,649,089,827	122,305,248	2,771,395,075	2,175,892,334		595,502,741
1950.....	2,528,716,437	51,424,178	2,580,140,615	2,448,615,662		131,524,953
1951.....	3,018,698,281	93,837,667	3,112,535,948	2,901,241,697		211,294,251
1952.....	3,939,746,742	41,161,910	3,980,908,652	3,732,875,250		248,033,402
1953.....	4,277,727,601	83,095,188	4,360,822,789	4,337,275,512		23,547,277
1954.....	4,321,771,278	74,548,305	4,396,319,583	4,350,522,378		45,797,205
1955.....	4,094,674,526	28,838,774	4,123,513,300	4,275,362,888	151,849,588	
1956.....	4,400,046,639	(1)	4,400,046,639	4,433,127,636	33,080,997	
1957.....	5,106,540,880	(1)	5,106,540,880	4,849,035,298		257,505,582
1958.....	5,048,788,279	(1)	5,048,788,279	5,087,411,011	38,622,732	
1959.....	4,754,722,689	(1)	4,754,722,689	5,364,039,533	609,316,844	
1960.....	5,289,751,209	(1)	5,289,751,209	5,702,861,053	413,109,844	
1961.....	5,617,679,854	(1)	5,617,679,854	5,958,100,946	340,421,092	
1962.....	5,729,623,724	(1)	5,729,623,724	6,520,645,674	791,021,950	
1963.....	5,878,708,878	(1)	5,878,708,878	6,570,341,805	691,632,927	
1964.....	6,253,204,039	(1)	6,253,204,039	6,872,401,519	619,197,480	
1965.....	7,180,309,787	(1)	7,180,309,787	7,218,274,552	37,964,765	
1966.....	7,695,820,204	(1)	7,695,820,204	7,734,795,525	38,975,321	

(1) Now included in ordinary revenues.

Ordinary Revenue classified by principal

Fiscal year ended March 31	Income Tax	Excess profits tax	Business profits tax	Estate tax ⁽¹⁾	Customs import duties	Excise duties	Excise taxes
	\$	\$	\$	\$	\$	\$	\$
1915.....					75,941,219	21,497,731	98,057
1916.....					98,649,409	22,428,492	1,536,838
1917.....			12,506,517		134,043,842	24,412,348	2,059,584
1918.....			21,271,084		144,172,630	27,168,445	2,227,390
1919.....	9,349,720		32,970,062		147,169,188	30,342,034	11,888,508
1920.....	20,263,740		44,145,184		168,796,823	42,698,083	15,587,707
1921.....	46,381,824		40,841,401		163,266,804	37,118,367	78,803,099
1922.....	78,684,355		22,815,667		105,686,645	36,755,206	73,656,489
1923.....	59,711,538		13,031,462		118,056,469	35,761,997	106,482,718
1924.....	54,204,028		4,752,681		121,500,798	38,181,747	120,676,376
1925.....	56,248,043		2,704,427		108,146,872	38,603,489	85,810,717
1926.....	55,571,962		1,173,449		127,355,143	42,923,549	98,097,106
1927.....	47,386,309		710,102		141,968,678	48,513,160	105,613,160
1928.....	56,571,047		956,032		156,985,818	57,400,897	90,222,931
1929.....	59,422,323		455,232		187,206,332	63,684,954	83,007,283
1930.....	69,020,726		173,300		179,429,921	65,035,701	63,409,143
1931.....	71,048,022		34,430		131,208,955	57,746,808	34,734,661
1932.....	61,254,400		3,000		104,132,677	48,654,862	59,606,391
1933.....	62,066,697		54		70,072,932	37,833,858	82,191,576
1934.....	61,399,171				66,305,356	35,494,220	106,575,575
1935.....	66,808,065				76,561,975	43,189,655	112,192,070
1936.....	82,709,803				74,004,560	44,409,797	112,733,048
1937.....	102,365,242				83,771,091	45,956,857	152,473,422
1938.....	120,365,531				93,455,750	52,037,333	180,818,767
1939.....	142,026,138				78,751,111	51,318,658	161,710,571
1940.....	134,448,566				104,301,487	61,032,044	166,027,944
1941.....	248,143,022	23,995,269			130,757,010	88,607,559	284,167,031
1942.....	510,243,016	135,168,345		6,956,574	142,392,233	110,090,940	453,425,106
1943.....	860,188,672	434,580,677		13,273,483	118,962,840	138,720,723	488,712,425
1944.....	1,036,757,035	428,717,840		15,019,831	167,882,089	142,124,331	638,619,292
1945.....	977,758,068	341,305,357		17,250,798	115,091,376	151,922,140	543,065,271
1946.....	932,729,273	426,696,483		21,447,574	128,876,811	186,726,318	496,909,961
1947.....	939,458,244	442,497,443		23,576,071	237,355,397	196,043,816	579,023,601
1948.....	1,059,848,357	227,030,494		30,828,040	293,012,026	196,794,208	640,758,269
1949.....	1,297,999,404	44,791,918		25,549,777	222,975,470	204,651,969	636,137,688
1950.....	1,272,650,191	—1,788,387		29,919,780	225,877,683	220,564,504	571,457,480
1951.....	1,513,135,510	10,140,910		33,599,089	295,721,750	241,046,174	686,768,092
1952.....	2,161,373,408	2,364,909		38,207,985	346,364,563	217,939,983	885,928,304
1953.....	2,473,790,089			38,070,530	389,442,109	241,360,370	841,890,103
1954.....	2,432,603,505			39,137,594	407,312,241	226,732,460	883,356,506
1955.....	2,265,297,267			44,768,028	397,228,330	226,458,438	824,205,245
1956.....	2,279,503,232			66,607,026	481,239,668	249,383,313	902,217,306
1957.....	2,745,199,494			79,709,197	549,074,860	271,443,661	984,232,900
1958.....	2,798,929,195			71,607,758	498,068,539	300,132,512	952,591,227
1959.....	2,435,262,769			72,535,140	486,508,581	316,744,269	935,114,565
1960.....	2,782,876,766			88,430,705	525,722,158	335,207,406	1,020,082,208
1961.....	3,075,961,775			84,879,372	498,698,211	344,944,857	1,011,275,466
1962.....	3,107,015,319			84,579,383	534,515,544	362,798,655	1,022,204,350
1963.....	3,056,600,380			87,143,312	644,992,131	381,865,989	1,066,348,544
1964.....	3,248,530,746			90,671,283	581,441,461	393,326,182	1,219,470,241
1965.....	3,770,814,462			88,625,641	622,101,883	411,402,145	1,473,692,019
1966.....	3,919,095,260			108,352,377	685,519,390	445,885,434	1,691,307,019

No. 2

sources, April 1, 1914 to March 31, 1966

Tax on insurance premiums	Tax on trust and loan companies	Bank note circulation tax	Miscellaneous indirect taxes	Total revenue from taxes	Non-tax revenue	Total ordinary revenue
\$	\$	\$	\$	\$	\$	\$
				97,537,007	35,536,474	133,073,481
459,247	324,250	1,300,447		124,698,683	47,449,155	172,147,838
419,699	202,415	1,114,023		174,758,428	57,942,866	232,701,294
496,540	269,129	1,115,757		196,720,975	64,057,977	260,778,952
546,114	323,340	1,099,765		233,688,731	79,258,017	312,946,748
638,731	274,216	1,170,223		293,574,707	56,171,627	349,746,334
807,667	293,802	1,257,534		368,770,498	65,616,038	434,386,536
749,959	283,994	1,293,697		319,926,012	62,026,375	381,952,387
852,328	312,392	1,244,437		335,453,341	59,161,559	394,614,900
857,587	308,632	1,236,958		341,718,807	55,118,875	396,837,682
867,902	315,315	1,217,754		293,914,519	52,919,960	346,834,479
950,221	326,714	1,176,869	288,392	327,863,405	52,882,101	380,745,506
947,830	335,368	1,174,665	357,422	347,006,694	51,689,082	398,695,776
999,003	345,430	1,224,645	373,676	365,079,479	57,638,503	422,717,982
894,864	7,641	1,242,399	351,109	396,272,137	59,191,737	455,463,874
Other...		1,408,420	318,042	378,869,669	62,504,455	441,374,124
	6	1,429,264	484,043	296,760,439	52,855,866	349,616,305
Fisheries...		1,390,121	307,567	275,361,170	51,465,446	326,826,616
Labour....		327,535	201,139	254,519,941	52,120,288	306,640,229
Mines and Eldorado		335,546	322,066	272,173,615	51,896,949	324,070,564
		1,368,480	3,987,029	304,857,373	53,617,538	358,474,911
		1,280,933	1,735,247	317,634,231	54,587,976	372,222,207
...nal D		1,209,894	459,791	387,010,660	58,018,295	445,028,955
86,020		1,106,859	487,606	449,138,666	61,158,915	510,297,581
801,539		1,013,776	547,751	436,259,544	61,757,162	498,016,706
925,936		948,987	539,631	468,224,595	73,391,497	541,616,092
971,366		898,327	636,212	778,175,796	81,579,132	859,754,928
1,148,207	159	786,483	701,774	1,360,912,837	102,911,366	1,463,824,203
10,893,465		664,654	723,022	2,066,719,961	116,078,798	2,182,798,759
6,480,702		457,639	752,725	2,436,811,484	133,282,940	2,570,094,424
7,181,561		350,006	702,071	2,154,626,648	145,470,725	2,300,097,373
7,950,552		270,062	751,353	2,202,358,387	160,803,467	2,363,161,854
8,796,539		220,556	689,646	2,427,661,313	160,869,582	2,588,530,895
3,004,081		187,869	612,050	2,452,075,394	177,770,590	2,629,845,984
3,338,759		165,791	531,500	2,436,142,276	212,947,551	2,649,089,827
3,789,456		120,866	525,506	2,323,117,079	205,599,358	2,528,716,437
4,228,255			710,119	2,785,349,899	233,348,382	3,018,698,281
4,752,919			843,011	3,657,775,082	281,971,660	3,939,746,742
12,360,715			679,021	3,997,592,937	280,134,664	4,277,727,601
13,756,248			685,899	4,003,584,453	318,186,825	4,321,771,278
14,531,384			949,388	3,773,438,080	321,236,446	4,094,674,526
15,490,611			1,280,014	3,995,721,170	404,325,469	(a) 4,400,046,639
16,686,220			1,585,439	4,647,931,771	458,609,109	(a) 5,106,540,880
68,364			1,429,787	4,622,827,382	425,960,897	(a) 5,048,788,279
22,602			1,190,600	4,247,378,526	507,344,163	(a) 4,754,722,689
18,180			2,515	4,752,339,938	537,411,271	(a) 5,289,751,209
16,414			491	5,015,776,586	601,903,268	(a) 5,617,679,854
48,316			3,179	5,111,164,746	618,458,978	(a) 5,729,623,724
24,889			2,139	5,236,977,384	641,731,494	(a) 5,878,708,878
90,092			1,777	5,533,531,782	719,672,257	(a) 6,253,204,039
138,249			1,851	6,366,776,250	813,533,537	(a) 7,180,309,787
157,854			2,758	6,850,320,092	845,500,112	(a) 7,695,820,204

(a) Prior to 1960 shown as succession duties.

(a) Includes all budgetary revenue.

Appendix No. 3

Return on Investments

Particulars	Time	Date to which interest was paid	Rate of interest	Amount invested ⁽¹⁾	Amount realized
			per cent	\$	\$
FINANCE					
Canadian National Railways—					
Refunding Act, 1955.....	1 year	Jan. 31, 1966	various	273,000,000	9,877,000
Financing and Guarantee Act, 1960.....	1 year	Mar. 31, 1966	3½	27,000,000	945,000
Financing and Guarantee Act, 1961.....	various	Mar. 31, 1966	various	28,371,000	1,168,965
					11,990,965
Farm Credit Corporation—					
Interest on bonds.....	1 year	Jan. 1, 1966	3	15,000,000	450,000
Interest on notes.....	1 year	June 30, 1965	various	238,057,910	12,252,978
Interest on notes.....	1 year	July 1, 1965	various	32,252,277	1,372,500
Interest on notes.....	1 year	Dec. 1, 1965	various	275,749,361	6,800,495
Interest on notes.....	1 year	Dec. 31, 1965	3½	3,668,994	134,331
Interest on notes (Farm Machinery Syndicates Credit Act).....	various	Jan. 1, 1966	5	864,500	2,166
					21,012,470
Harbour Commission—					
Fraser River Harbour debentures.....	1 year	Jan. 1, 1966	various	1,273,308	53,291
					\$,409,145
National Governments—					
Loans under Export Credits Insurance Act, 1944—					
Belgium.....	1 year	Dec. 31, 1965	3	25,377,000	1,606,391
France.....	1 year	Dec. 31, 1965	3	66,944,000	1,191,576
Netherlands.....	1 year	Apr. 30, 1965	various	32,130,000	575,575
United Kingdom—					
Financial Agreement Act, 1946.....	1 year	Dec. 31, 1965	2	995,102,634	4,192,070
Deferred interest.....	1 year	Dec. 31, 1965	2	82,984,751	2,733,048
France—interim credit—consolidated interest....	1 year	Dec. 31, 1965	3	656,000	2,473,449,911
					81
National Harbours Board—					
Montreal Harbour debentures.....	on account	various	various	170,400,804	3,250,000
Three Rivers Harbour debentures.....	on account	various	various		129,717
Vancouver Harbour debentures.....	on account	various	various	24,842,109	717,371
					4,097,088
Provinces—					
Loans—					
Manitoba treasury bills.....	1 year	July 1, 1965	2½	6,851,985	192,479
Saskatchewan treasury bills.....	1 year	July 1, 1965	2½	2,662,236	74,785
Alberta treasury bills.....	1 year	July 1, 1965	2½	3,751,503	105,384
British Columbia treasury bills.....	1 year	July 1, 1965	2½	7,901,775	223,216
Province of Quebec—debt account.....					58,944
Province of New Brunswick—Beechwood Power Project.....	1 year	Apr. 8, 1965	3½	4,196,374	319,153
					973,961
Miscellaneous—					
Bank of Canada—government's share of profits for calendar year 1965.....					143,106,339
Canadian Broadcasting Corporation.....	various	Mar. 31, 1966	various	26,704,500	1,009,323
Canadian Corporation for the 1967 World Exhibition.....	1 year	Dec. 31, 1965	various	44,000,000	193,697
Canadian Overseas Telecommunication Corporation.....	1 year	Mar. 31, 1966	various	52,522,430	2,686,495
Exchange fund—profits for calendar year 1965..					62,833,067
Interest-bearing deposits with chartered banks..					21,703,302
Investments in special United States of America securities—Columbia River Treaty.....	1 year	Nov. 1, 1965	various	187,191,661	9,212,133
Municipal Development and Loan Act.....	various	various	various	115,490,508	669,789
Municipal Improvements Assistance Act.....	1 year	various	2	804,007	18,058
National Capital Commission.....	1 year	Mar. 31, 1966	various	67,329,250	3,253,842
Northern Canada Power Commission.....	various	Mar. 31, 1966	various	65,235,188	2,238,480
Ottawa civil service recreational association....	1 year	Mar. 31, 1966	various	1,057,276	52,176
Security investment account.....					1,329,633
					248,306,334
					292,244,020

Appendix No. 3—Concluded

Return on Investments—Concluded

Particulars	Time	Date to which interest was paid	Rate of interest	Amount invested ⁽¹⁾	Amount realized
			per cent	\$	\$
OTHER DEPARTMENTS					
Agriculture.....					589,218
Atomic Energy.....					403,736
Central Mortgage and Housing Corporation—					
Interest on debentures.....					102,590,050
Profits.....					5,252,801
					107,842,851
Citizenship and Immigration.....					1,524
Defence Production—					
Crown Assets Disposal Corporation.....					511,498
Polymer Corporation Limited.....					4,500,000
Other.....					526,099
					5,537,597
External Affairs—					
Loan to Ceylon.....					35,995
Loan to India.....					160,638
Loan to India—purchase of aircraft.....					444,641
United Nations bonds.....					121,380
Other.....					4,833
					767,487
Fisheries.....					809,816
Labour.....					3,779
Mines and Technical Surveys.....					128,379
Eldorado Mining and Refining Limited.....					1,500,000
					1,628,379
National Defence.....					1,784,015
Town of Oromocto, New Brunswick.....					205,281
Town of Oromocto Development Corporation...					60,475
					2,049,771
National Research Council.....					92
National Revenue—					
Customs and Excise.....					3,042
Taxation.....					50
					3,092
Northern Affairs and National Resources.....					17,253
Indian Affairs.....					47,538
Northwest Territories.....					196,258
Yukon Territory.....					332,331
					593,380
Post Office.....					547
Public Archives.....					445
Royal Canadian Mounted Police.....					12,178
Solicitor General.....					234,443
Trade and Commerce—					
National governments—Contracts of Insurance under the Export Credits Insurance Act, 1944..					6,791,084
Other.....					3,084
					6,794,168
Transport—					
Hamilton Harbour Commissioners.....					70,653
Lakehead Harbour Commissioners.....					13,414
Nanaimo Harbour Commissioners.....					9,113
Railway Subsidy Act agreements.....					44,617
The St. Lawrence Seaway Authority—Deferred interest.....					9,399,630
Other.....					97,621
					9,636,048
Veterans Affairs—					
Soldier Settlement and Veterans Land Act— loans.....					9,074,913
Other.....					27,645
					9,102,558
					438,254,129

⁽¹⁾ Balance March 31, 1966.

Appendix No. 4

Unmatured Debt including Treasury Bills of Canada as at March 31, 1966
and the Annual Interest thereon

		Date of maturity	Rate per cent	Amount of loan	Annual interest
				\$	\$
PAYABLE IN CANADA—					
<i>Bonds—</i>					
Loan of 1965.....CT 16	1966	May 1	3½	325,000,000	11,375,000
Ninth victory loan.....P 7		Sept. 1	3	245,202,200	7,356,066
Loan of 1965.....CT 20		Sept. 1	3½	205,000,000	7,687,500
Canada savings bonds 1954.....S 9		Nov. 1	3½	23,837,100	774,706
Loan of 1961.....AT 6		Dec. 15	4½	175,000,000	7,875,000
Loan of 1963 and 1964.....CT 5		Dec. 15	4½	125,000,000	5,625,000
Loan of 1965.....CT 22		Dec. 15	4	150,000,000	6,000,000
Loan of 1966.....CT 25	1967	Apr. 1	4	170,000,000	6,800,000
Loan of 1961 and 1963.....AT 9		June 1	4½	275,000,000	11,687,500
Loan of 1965.....CT 18		June 1	4½	50,000,000	2,125,000
Loan of 1962.....AT 12		Oct. 1	3½	100,000,000	3,750,000
Loan of 1964 and 1965.....CT 14		Oct. 1	3½	250,000,000	9,375,000
Canada savings bonds 1955.....S 10		Nov. 1	3½	23,056,700	749,343
Loan of 1962.....AT 11	1968	Jan. 15	4½	250,000,000	10,625,000
Loan of 1964.....CT 8		Jan. 15	4½	130,000,000	5,525,000
Refunding loan 1950.....P 9		June 15	2½	308,581,000	8,485,978
Loan of 1963 and 1964.....CT 3		Oct. 1	5	441,000,000	22,050,000
Canada savings bonds 1959.....S 14		Nov. 1	5	854,829,500	42,741,475
Loan of 1960.....T 39	1969	Apr. 1	5½	80,000,000	4,400,000
Loan of 1962.....AT 16		Apr. 1	5½	100,000,000	5,500,000
Loan of 1965.....CT 23		Apr. 1	5½	100,000,000	5,500,000
Canada savings bonds 1956.....S 11		May 1	4	41,960,850	1,678,434
Loan of 1964.....CT 11		July 1	5	325,000,000	16,250,000
Loan of 1962.....AT 13		Oct. 1	5½	80,000,000	4,400,000
Loan of 1965.....CT 21		Oct. 1	5½	145,000,000	7,975,000
Loan of 1958.....T 24	1970	May 1	3½	200,000,000	7,000,000
Loan of 1965 and 1966.....CT 19		July 1	5	175,000,000	8,750,000
Canada savings bonds 1957.....S 12		Nov. 1	4½	342,245,200	16,256,647
Canada savings bonds 1960.....S 15		Nov. 1	5	378,331,350	18,916,567
Loan of 1964.....CT 15	1971	June 1	5	350,000,000	17,500,000
Canada savings bonds 1961.....S 16		Nov. 1	4½	297,149,000	13,371,705
Conversion loan 1958.....T 28	1972	Sept. 1	4½	1,267,203,100	53,856,132
Loan of 1965.....CT 17	1973	Oct. 1	5	275,000,000	13,750,000
Canada savings bonds 1958.....S 13		Nov. 1	4½	93,535,200	3,975,246
Canada savings bonds 1964.....S 19	1974	Nov. 1	4½	824,023,150	37,081,042
Loan of 1959.....T 36	1975	Oct. 1	5½	310,361,000	17,069,855
Loan of 1965.....CT 24		Oct. 1	5½	50,000,000	2,750,000
Canada savings bonds 1963.....S 18		Nov. 1	5	815,542,300	40,777,115
Loan of 1960.....T 38	1976	Apr. 1	5½	436,198,000	23,990,890
Loan of 1964.....T 11		June 1	3½	247,046,500	8,029,011
Canada savings bonds 1962.....S 17		Nov. 1	5	1,171,156,150	58,557,807
Canada savings bonds 1965.....S 20	1977	Nov. 1	4½	867,544,750	39,039,514
Loan of 1953 and 1958.....T 5	1978	Jan. 15	3½	207,911,500	7,796,681
Loan of 1954.....T 13	1979	Oct. 1	3½	343,246,500	11,155,511
Loan of 1962.....AT 14	1980	Aug. 1	5½	120,000,000	6,600,000
Loan of 1966.....CT 26		Aug. 1	5½	80,000,000	4,400,000
Conversion loan 1958.....T 29	1983	Sept. 1	4½	1,992,679,450	89,670,575
Loan of 1963.....AT 21	1988	June 1	5	100,000,000	5,000,000
Loan of 1964.....CT 9		June 1	5	50,000,000	2,500,000
Loan of 1964.....CT 12	1990	May 1	5½	225,000,000	11,812,500
Conversion loan 1956.....T 15	1998	Mar. 15	3½	197,045,000	7,389,188
Loan of 1936.....P 1		Perpetual	3	55,000,000	1,650,000
Special non-marketable bonds (Canada pension plan investment fund).....	1986	Apr. 1	5.29	102,000	5,396
Special non-marketable bonds (Unemployment Insurance Commission).....			4½	80,500,000	3,622,500
Special non-marketable bonds (Unemployment Insurance Commission).....			4½	63,500,000	3,095,625
				16,588,787,500	751,680,509

Appendix No. 4—Concluded

Unmatured Debt including Treasury Bills of Canada as at March 31, 1966
and the Annual interest thereon—Concluded

	Date of maturity	Rate per cent	Amount of loan	Annual interest
			\$	\$
PAYABLE IN CANADA—Concluded				
<i>Treasury bills—</i>				
91 days.....	1966 Apr. 1	4.54	105,000,000	4,767,000
182 days.....	Apr. 1	4.35	30,000,000	1,305,000
90 days.....	Apr. 7	4.58	110,000,000	5,038,000
181 days.....	Apr. 7	4.36	30,000,000	1,308,000
91 days.....	Apr. 15	4.60	110,000,000	5,060,000
182 days.....	Apr. 15	4.36	30,000,000	1,308,000
91 days.....	Apr. 22	4.64	110,000,000	5,104,000
182 days.....	Apr. 22	4.41	30,000,000	1,323,000
91 days.....	Apr. 29	4.63	110,000,000	5,093,000
182 days.....	Apr. 29	4.40	30,000,000	1,320,000
91 days.....	May 6	4.66	100,000,000	4,660,000
182 days.....	May 6	4.42	30,000,000	1,326,000
91 days.....	May 13	4.68	100,000,000	4,680,000
182 days.....	May 13	4.46	30,000,000	1,338,000
91 days.....	May 20	4.69	100,000,000	4,690,000
182 days.....	May 20	4.44	30,000,000	1,332,000
91 days.....	May 27	4.69	105,000,000	4,924,500
182 days.....	May 27	4.45	30,000,000	1,335,000
91 days.....	June 3	4.68	105,000,000	4,914,000
182 days.....	June 3	4.44	30,000,000	1,332,000
91 days.....	June 10	4.69	105,000,000	4,924,500
182 days.....	June 10	4.70	30,000,000	1,410,000
91 days.....	June 17	4.92	105,000,000	5,166,000
182 days.....	June 17	4.78	30,000,000	1,434,000
91 days.....	June 24	4.99	105,000,000	5,239,500
182 days.....	June 24	4.78	30,000,000	1,434,000
181 days.....	June 30	4.77	30,000,000	1,431,000
182 days.....	July 8	4.83	30,000,000	1,449,000
182 days.....	July 15	4.84	30,000,000	1,452,000
182 days.....	July 22	4.88	30,000,000	1,464,000
182 days.....	July 29	4.84	30,000,000	1,452,000
182 days.....	Aug. 5	4.87	30,000,000	1,461,000
182 days.....	Aug. 12	4.89	30,000,000	1,467,000
182 days.....	Aug. 19	4.90	30,000,000	1,470,000
182 days.....	Aug. 26	4.90	30,000,000	1,470,000
182 days.....	Sept. 2	4.90	30,000,000	1,470,000
182 days.....	Sept. 9	4.90	30,000,000	1,470,000
182 days.....	Sept. 16	5.15	30,000,000	1,545,000
182 days.....	Sept. 23	5.23	30,000,000	1,569,000
			2,150,000,000	100,935,500
			18,738,787,500	852,616,009
PAYABLE IN NEW YORK—				
<i>Bonds—</i>				
Loan of 1949.....	1974 Sept. 1	2½	65,087,502	1,789,906
Loan of 1950.....	1975 Sept. 15	2½	41,047,527	1,128,807
Loan of 1962.....	1987 Oct. 15	5	264,864,600	13,243,230
			370,999,629	16,161,943
			19,109,787,129	868,777,952

The interest shown is a projection for one year at the annual interest rates on the principal amounts outstanding at March 31, 1966. Where various rates of interest are applicable during the term of a loan the interest rate in effect at March 31, 1966 has been used. Call provisions and other information on these loans will be found in the explanations to schedule R. Bonds payable in New York have been converted at the official parity rate of \$1 U.S. = \$1.08108 Canadian.

Appendix No. 5

Gross and Net Debt of Canada, July 1, 1867 to March 31, 1966

Fiscal year ended March 31 ⁽¹⁾	Total debt	Net recorded assets	Net debt	Increase of net debt	Decrease of net debt
	\$	\$	\$	\$	\$
1867.....	93,046,051	17,317,410	75,728,641	75,728,641	
1868.....	96,896,666	21,139,531	75,757,135	28,494	
1869.....	112,361,998	36,502,679	75,859,319	102,184	
1870.....	115,993,706	37,783,964	78,209,742	2,350,423	
1871.....	115,492,683	37,786,165	77,706,518		503,224
1872.....	122,400,179	40,213,107	82,187,072	4,480,554	
1873.....	129,743,432	29,894,970	99,848,462	17,661,390	
1874.....	141,163,551	32,838,587	108,324,964	8,476,502	
1875.....	151,663,402	35,655,024	116,008,378	7,683,414	
1876.....	161,204,688	36,653,174	124,551,514	8,543,136	
1877.....	174,675,835	41,440,526	133,235,309	8,683,795	
1878.....	174,957,269	34,595,199	140,362,070	7,126,761	
1879.....	179,483,871	36,493,684	142,990,187	2,628,117	
1880.....	194,634,441	42,182,852	152,451,589	9,461,402	
1881.....	199,861,537	44,465,757	155,395,780	2,944,191	
1882.....	205,365,252	51,703,601	153,661,651		1,734,129
1883.....	202,159,104	43,632,390	158,466,714	4,805,063	
1884.....	242,482,416	60,320,566	182,161,850	23,695,136	
1885.....	264,703,607	68,295,915	196,407,692	14,245,842	
1886.....	273,164,341	50,005,234	223,159,107	26,751,415	
1887.....	273,187,626	45,872,851	227,314,775	4,155,668	
1888.....	284,513,842	49,982,484	234,531,358	7,216,583	
1889.....	287,722,063	50,192,021	237,530,042	2,998,684	
1890.....	286,112,295	48,579,083	237,533,212	3,170	
1891.....	289,899,230	52,090,199	237,809,031	275,819	
1892.....	295,333,274	54,201,840	241,131,434	3,322,403	
1893.....	300,054,525	58,373,485	241,681,040	549,606	
1894.....	308,348,023	62,164,994	246,183,029	4,501,989	
1895.....	318,048,755	64,973,828	253,074,927	6,891,898	
1896.....	325,717,537	67,220,104	258,497,433	5,422,506	
1897.....	332,530,131	70,991,535	261,538,596	3,041,163	
1898.....	338,375,984	74,419,585	263,956,399	2,417,803	
1899.....	345,160,903	78,887,456	266,273,447	2,317,048	
1900.....	346,206,980	80,713,173	265,493,807		779,640
1901.....	354,732,433	86,252,429	268,480,004	2,986,197	
1902.....	366,358,477	94,529,387	271,829,090	3,349,086	
1903.....	361,344,098	99,737,109	261,606,989		10,222,101
1904.....	364,962,512	104,094,793	260,867,719		739,270
1905.....	377,678,580	111,454,413	266,224,167	5,356,448	
1906.....	392,269,680	125,226,702	267,042,978	818,811	
1907, 9 months.....	379,966,826	116,294,966	263,671,860		3,371,118
1908.....	408,207,158	130,246,298	277,960,860	14,289,000	
1909.....	478,535,427	154,605,148	323,930,279	45,969,419	
1910.....	470,663,046	134,394,500	336,268,546	12,338,267	
1911.....	474,941,487	134,899,435	340,042,052	3,773,506	
1912.....	508,338,592	168,419,131	339,919,461		122,591
1913.....	483,232,555	168,930,929	314,301,626		25,617,835
1914.....	544,391,369	208,394,519	335,996,850	21,695,224	
1915.....	700,473,814	251,097,731	449,376,083	113,379,233	
1916.....	936,987,802	321,831,631	615,156,171	165,780,088	
1917.....	1,382,003,268	502,816,970	879,186,298	264,030,127	
1918.....	1,863,335,899	671,451,836	1,191,884,063	312,697,765	
1919.....	2,676,635,724	1,102,104,692	1,574,531,032	382,646,969	
1920.....	3,041,529,587	792,660,963	2,248,868,624	674,337,592	
1921.....	2,902,482,117	561,603,133	2,340,878,984	92,010,360	
1922.....	2,902,347,137	480,211,335	2,422,135,802	81,256,818	
1923.....	2,888,827,237	435,050,368	2,453,776,869	31,641,067	
1924.....	2,819,610,470	401,827,195	2,417,783,275		35,993,594
1925.....	2,818,066,523	400,628,837	2,417,437,686		345,589
1926.....	2,768,779,184	379,048,085	2,389,731,099		27,706,587
1927.....	2,726,298,717	378,464,347	2,347,834,370		41,896,729
1928.....	2,677,137,243	380,287,010	2,296,850,233		50,984,137
1929.....	2,647,033,973	421,529,268	2,225,504,705		71,345,528
1930.....	2,544,586,411	366,822,452	2,177,763,959		47,740,746
1931.....	2,610,265,698	348,653,761	2,261,611,937	83,847,978	
1932.....	2,831,743,562	455,897,390	2,375,846,172	114,234,235	
1933.....	2,996,366,665	399,885,839	2,596,480,826	220,634,654	

Appendix No. 5—Concluded

Gross and Net Debt of Canada, July 1, 1867 to March 31, 1966—Concluded

Fiscal year ended March 31 ⁽¹⁾	Total debt	Net recorded assets	Net debt	Increase of net debt	Decrease of net debt
	\$	\$	\$	\$	\$
1934.....	3,141,042,097	411,063,956	2,729,978,141	133,497,315	
1935.....	3,205,956,369	359,845,411	2,846,110,958	116,132,817	
1936.....	3,431,944,027	425,843,510	3,006,100,517	159,989,559	
1937.....	3,542,521,139	458,568,937	3,083,952,202	77,851,685	
1938.....	3,540,237,614	438,570,044	3,101,667,570	17,715,368	
1939.....	3,710,610,592	558,051,278	3,152,559,314	50,891,744	
1940.....	4,028,728,605	757,468,958	3,271,259,647	118,700,333	
1941.....	5,018,928,037	1,370,236,588	3,648,691,449	377,431,802	
1942.....	6,648,823,424	2,603,602,263	4,045,221,161	396,529,712	
1943.....	9,228,252,012	3,045,402,911	6,182,849,101	2,137,627,940	
1944.....	12,359,123,230	3,619,038,337	8,740,084,893	2,557,235,792	
1945.....	15,712,181,527	4,413,819,509	11,298,362,018	2,558,277,125	
1946.....	18,959,846,183	5,538,440,734	13,421,405,449	2,123,043,431	
1947.....	17,698,195,740	4,650,439,192	13,047,756,548		373,648,901
1948.....	17,197,348,981	4,825,712,088	12,371,636,893		676,119,655
1949.....	16,950,403,795	5,174,269,643	11,776,134,152		595,502,741
1950.....	16,750,756,246	5,106,147,047	11,644,609,199		131,524,953
1951.....	16,923,307,028	5,489,992,080	11,433,314,948		211,294,251
1952.....	17,257,668,675	6,072,387,129	11,185,281,546		248,033,402
1953.....	17,918,490,812	6,756,756,543	11,161,734,269		23,547,277
1954.....	17,923,189,502	6,807,252,438	11,115,937,064		45,797,205
1955.....	17,951,491,464	6,688,411,310	11,263,080,154	(1)147,143,090	
1956.....	19,124,232,779	7,843,863,815	11,280,368,964	(2)17,288,810	
1957.....	18,335,797,515	7,328,146,357	11,007,651,158		(3)272,717,806
1958.....	18,418,541,848	7,372,267,958	11,046,273,890	38,622,732	
1959.....	20,246,773,669	8,568,383,809	11,678,389,860	(2)632,115,970	
1960.....	20,986,367,010	8,897,173,007	12,089,194,003	(2)410,804,143	
1961.....	21,602,836,960	9,165,721,865	12,437,115,095	(3)347,921,092	
1962.....	22,907,814,464	9,679,677,419	13,228,137,045	791,021,950	
1963.....	24,799,279,690	10,879,509,718	13,919,769,972	691,632,927	
1964.....	25,923,462,737	10,853,313,285	15,070,149,452	(2)1,150,379,480	
1965.....	26,563,951,145	11,059,478,601	15,504,472,544	(2)434,323,092	
1966.....	27,482,940,350	11,939,492,485	15,543,447,865	38,975,321	

(1)From 1867 to 1906 the fiscal year ended June 30, and from 1907 on March 31.

(2)In calculating the Net Debt the balance in the Consolidated Deficit Account was reduced by adjustments in respect of prior years' transactions as follows: 1954-55, \$4,706,498; 1955-56, \$15,792,187; 1956-57, \$15,212,224; in 1958-59 the Net Debt was increased by an adjustment of \$22,799,126 in respect of prior years' transactions; in 1959-60 the Net Debt was reduced by an adjustment of \$2,305,701 in respect of prior years' transactions; in 1960-61 the Net Debt was increased by an adjustment of \$7,500,000 in respect of prior years' transactions; in 1963-64 the Net Debt was increased by an adjustment of \$531,182,000 in respect of prior years' transactions and in 1964-65 the Net Debt was increased by an adjustment of \$396,358,327 in respect of prior years' transactions.

Appendix No. 6

Interest on Public Debt 1965-66

	Interest due dates	Period	Rate of interest per cent	Amount of principal \$	Amount of interest \$
UNMATURED DEBT					
<i>Payable in Canada—</i>					
P 1—Loan of 1936, perpetual.....	Mar. 15—Sept. 15	1 year	3	55,000,000	1,650,000
P 7—Ninth victory loan, 1945-61/66.....	Mar. 1—Sept. 1	1 year	3	245,202,200	7,356,066
P 9—Refunding loan 1950-67/68.....	June 15—Dec. 15	1 year	2½	308,581,000	8,485,977
T 5—Loan of 1953/58-75/78.....	Jan. 15—July 15	1 year	3½	207,911,500	7,796,682
T 11—Loan of 1954-74/76.....	June 1—Dec. 1	1 year	3½	247,046,500	8,029,011
T 13—Loan of 1954-79.....	Apr. 1—Oct. 1	1 year	3½	343,246,500	11,155,511
T 15—Conversion loan of 1956-96/98.....	Mar. 15—Sept. 15	1 year	3½	197,045,000	7,889,188
T 24—Loan of 1958-70.....	May 1—Nov. 1	1 year	3½	200,000,000	7,000,000
T 27—Conversion loan of 1958-65 (Matured Sept. 1/65).....	Mar. 1—Sept. 1	5 months	3½	(1)	6,681,357
T 28—Conversion loan of 1958-72.....	Mar. 1—Sept. 1	1 year	4½	1,267,203,100	53,856,358
T 29—Conversion loan of 1958-83.....	Mar. 1—Sept. 1	1 year	4½	1,992,679,450	89,670,572
T 36—Loan of 1959-75.....	Apr. 1—Oct. 1	1 year	5½	310,361,000	17,069,855
T 38—Loan of 1960-76.....	Apr. 1—Oct. 1	1 year	5½	436,198,000	23,990,890
T 39—Loan of 1960-69.....	Apr. 1—Oct. 1	1 year	5½	80,000,000	4,400,000
AT 6—Loan of 1961-66.....	June 15—Dec. 15	1 year	4½	175,000,000	7,875,000
AT 9—Loan of 1961/63-67.....	June 1—Dec. 1	1 year	4½	275,000,000	11,687,500
AT11—Loan of 1962-68.....	Jan. 15—July 15	1 year	4½	250,000,000	10,625,000
AT12—Loan of 1962-67.....	Apr. 1—Oct. 1	1 year	3½	100,000,000	3,750,000
AT13—Loan of 1962-69.....	Apr. 1—Oct. 1	1 year	5½	80,000,000	4,400,000
AT14—Loan of 1962-80.....	Feb. 1—Aug. 1	1 year	5½	120,000,000	6,600,000
AT16—Loan of 1962-69.....	Apr. 1—Oct. 1	1 year	5½	100,000,000	5,500,000
AT19—Loan of 1963-66 (Matured Feb. 1/66)	Feb. 1—Aug. 1	10 months	3½	(1)	6,562,500
AT21—Loan of 1963-88.....	June 1—Dec. 1	1 year	5	100,000,000	5,000,000
CT 3—Loan of 1963/64-68.....	Apr. 1—Oct. 1	1 year	5	441,000,000	22,050,000
CT 5—Loan of 1963/64-66.....	June 15—Dec. 15	1 year	4½	125,000,000	5,625,000
CT 7—Loan of 1964-66 (Matured Feb. 1/66)	Feb. 1—Aug. 1	10 months	3½	(1)	3,062,500
CT 8—Loan of 1964-68.....	Jan. 15—July 15	1 year	4½	130,000,000	5,525,000
CT 9—Loan of 1964-88.....	June 1—Dec. 1	1 year	5	50,000,000	2,500,000
CT10—Loan of 1964-65 (Matured July 1/65)	Jan. 1—July 1	3 months	3½	(1)	3,500,000
CT11—Loan of 1964-69.....	Jan. 1—July 1	1 year	5	325,000,000	16,250,000
CT12—Loan of 1964/65-90.....	May 1—Nov. 1	1 year	5½	125,000,000	6,562,500
CT12—Loan of 1964/65-90 (Issued Sept. 1/65).....	May 1—Nov. 1	7 months	5½	100,000,000	3,064,886
CT13—Loan of 1964-65 (Matured Dec. 1/65)	June 1—Dec. 1	8 months	3½	(1)	7,583,333
CT14—Loan of 1964/65-67.....	Apr. 1—Oct. 1	1 year	3½	250,000,000	9,375,000
CT15—Loan of 1964-71.....	June 1—Dec. 1	1 year	5	350,000,000	17,500,000
CT16—Loan of 1965-66.....	May 1—Nov. 1	1 year	3½	175,000,000	6,125,000
CT16—Loan of 1965-66 (Issued July 1/65)	May 1—Nov. 1	9 months	3½	150,000,000	3,987,964
CT17—Loan of 1965-73.....	Apr. 1—Oct. 1	1 year	5	275,000,000	13,680,904
CT18—Loan of 1965-67 (Issued July 1/65)	June 1—Dec. 1	1 year	4½	50,000,000	1,599,098
CT19—Loan of 1965/66-70 (Issued July 1/65)	Jan. 1—July 1	9 months	5	125,000,000	4,687,500
CT19—Loan of 1965/66-70 (Issued Feb. 1/66)	Jan. 1—July 1	2 months	5	50,000,000	416,667
CT20—Loan of 1965-66 (Issued Sept. 1/65)	Mar. 1—Sept. 1	7 months	3½	205,000,000	4,484,375
CT21—Loan of 1965-69 (Issued Sept. 1/65)	Apr. 1—Oct. 1	7 months	5½	145,000,000	4,487,608
CT22—Loan of 1965-66 (Issued Dec. 1/65)	June 15—Dec. 15	4 months	4	150,000,000	1,980,122
CT23—Loan of 1965-69 (Issued Dec. 1/65)	Apr. 1—Oct. 1	4 months	5½	100,000,000	1,808,333
CT24—Loan of 1965-75 (Issued Dec. 1/65)	Apr. 1—Oct. 1	4 months	5½	50,000,000	916,667
CT25—Loan of 1966-67 (Issued Feb. 1/66)	Apr. 1—Oct. 1	2 months	4	170,000,000	1,133,333
CT26—Loan of 1966-80 (Issued Feb. 1/66)	Feb. 1—Aug. 1	2 months	5½	80,000,000	733,333
S 8—Canada savings bonds, 1953-65 (Ma- tured Nov. 1/65).....	various	various	3½	(1)	959,679
S 9—Canada savings bonds, 1954-66.....	various	various	3½	(2)23,837,100	847,444
S 10—Canada savings bonds, 1955-67.....	various	various	3½	(2)23,056,700	812,811
S 11—Canada savings bonds, 1956-69.....	various	various	4	(2)41,960,850	1,803,383
S 12—Canada savings bonds, 1957-70.....	various	various	4½	(2)342,245,200	17,322,640
S 13—Canada savings bonds, 1958-73.....	various	various	4½	(2)93,535,200	4,307,431
S 14—Canada savings bonds, 1959-68.....	various	various	5	(2)854,829,500	59,021,019
S 15—Canada savings bonds, 1960-70.....	various	various	5	(2)378,331,350	19,744,172
S 16—Canada savings bonds, 1961-71.....	various	various	4½	(2)297,149,000	14,342,442
S 17—Canada savings bonds, 1962-76.....	various	various	4½-5	(1)1,171,156,150	57,433,928
S 18—Canada savings bonds, 1963-75.....	various	various	4½-5	(2)815,542,300	40,693,308
S 19—Canada savings bonds, 1964-74.....	various	various	4½	(2)824,023,150	41,023,010

Appendix No. 6—Continued

Interest on Public Debt 1965-66—Continued

	Interest due dates	Period	Rate of interest	Amount of principal	Amount of interest
			per cent	\$	\$
UNMATURED DEBT—Concluded					
<i>Payable in Canada—Concluded—</i>					
S 20—Canada savings bonds, 1965-77.....	various	various	4½	(a)867,544,750	15,870,688
<i>Special non-marketable bonds—</i>					
Canada pension plan investment fund....	Apr. 1—Oct. 1	21 days	5.20	102,000	310
Unemployment Insurance Commission...	various	various	4½	(1)	1,194,581
Unemployment Insurance Commission...	various	various	4½	80,500,000	2,347,572
Unemployment Insurance Commission...	various	various	4½	63,500,000	1,131,968
Treasury bills.....	various	various	various	2,150,000,000	86,787,687
					880,814,663
<i>Payable in New York—</i>					
Loan of 1949-53/74.....	Mar. 1—Sept. 1	1 year	2½	(a)65,087,502	1,781,392
Loan of 1950-54/75.....	Mar. 15—Sept. 15	1 year	2½	(a)41,047,527	1,124,090
Loan of 1962-77/87.....	Apr. 15—Oct. 15	1 year	5	(a)264,864,600	13,243,230
Loan of 1962-77/87 (Partial redemption Apr. 15/65 and Oct. 15/65).....	Apr. 15—Oct. 15	various	5	(a)5,405,400	24,674
					16,173,386
					846,988,049
OTHER LIABILITIES					
<i>Deposit and trust accounts—</i>					
Army benevolent fund.....	Mar. 31—Sept. 30	1 year	4½	(a)5,129,325	235,478
Burrard dry dock pontoons.....	Mar. 31	1 year	3	174,234	5,112
Contractors securities.....	various	various	2½	(a)1,565,544	32,235
<i>Crown corporation deposits—</i>					
Atomic Energy of Canada Limited.....	June 30—Sept. 30				
	Dec. 31—Mar. 31	1 year	various	5,000,000	185,310
Crown Assets Disposal Corporation.....	June 30—Sept. 30				
	Dec. 31—Mar. 31	1 year	various	750,000	17,779
Eldorado Mining and Refining Limited...	June 30—Sept. 30				
	Dec. 31—Mar. 31	1 year	various	10,000,000	231,796
Guarantee deposits—reserve resources.....	various	various	2½	(a)183,376	4,633
Indian band funds.....	Mar. 31	1 year	various	30,136,776	1,421,863
Indian compensation funds.....	Mar. 31	1 year	5	128,373	5,893
Indian estate accounts.....	Mar. 31	1 year	3	(a)431,179	8,748
Indian savings accounts.....	Mar. 31	1 year	2	(a)338,054	7,103
King George V silver jubilee cancer fund for Canada.....	Apr. 1—Oct. 1	1 year	3	(a)6,251	123
Land assurance fund.....	Mar. 31	1 year	3	69,321	1,947
Mackenzie King trust account.....	Mar. 31	1 year	4½	280,823	10,125
<i>National Harbours Board—</i>					
Special Account No. 2.....	Dec. 31	1 year	2½	(a)97,781	48
Special Account No. 3.....	June 30—Sept. 30				
	Dec. 31—Mar. 31	1 year	various	16,809,795	525,633
Post office savings bank.....	various	various	2½	22,023,929	547,340
R.C.M.P. benefit fund.....	June 30—Sept. 30				
	Dec. 31—Mar. 31	1 year	2½	(a)132,637	2,761
Strathcona trust fund.....	May 15—Nov. 15	1 year	4	500,000	20,000
<i>Trust fund proportion of common school fund—</i>					
Ontario.....	Jan. 1—July 1	1 year	5	(a)2,677,771	73,893
Quebec.....	Jan. 1—July 1	1 year	5		59,515
Veterans administration trust fund.....	Mar. 31	1 year	2½	778,794	699
War claims fund—world war 2.....	Mar. 31	1 year	2	287,968	1,687
					3,399,721
<i>Annuity, insurance and pension accounts—</i>					
Annuities agents pension account.....	June 30—Sept. 30				
	Dec. 31—Mar. 31	1 year	4	124,932	3,420
Canada pension plan account.....	various	various	various	89,405,854	36,750
Canadian forces superannuation account...	June 30—Sept. 30				
	Dec. 31—Mar. 31	1 year	4	2,184,209,822	83,251,648

Appendix No. 6—Concluded

Interest on Public Debt 1965-66—Concluded

	Interest due dates	Period	Rate of interest	Amount of principal	Amount of interest
			per cent	\$	\$
OTHER LIABILITIES—Concluded					
Annuity, insurance and pension accounts					
—Concluded					
Death benefit accounts—					
Public service.....	June 30—Sept. 30 Dec. 31—Mar. 31	1 year	4	11,197,264	415,938
Regular forces.....					
	June 30—Sept. 30 Dec. 31—Mar. 31	1 year	4	16,716,872	623,815
Government annuities.....	Mar. 31	1 year	various	1,317,080,018	50,048,246
Members of Parliament retiring allowances account.....	various	1 year	4	2,074,659	79,851
Pilots pension funds—					
British Columbia.....	Mar. 31	1 year	3	(1)51,853	3,068
Halifax.....	Mar. 31	1 year	3	(1)5,895	233
Montreal.....	Mar. 31	1 year	3	(1)33,343	4,311
Saint John.....	Mar. 31	1 year	3	(1)6,821	401
Sydney.....	Mar. 31	1 year	3	(1)1,661	286
Public service superannuation account.....	June 30—Sept. 30 Dec. 31—Mar. 31	1 year	4	2,390,383,091	89,499,085
Retirement fund.....	various	various	4	5,185,200	225,447
R.C.M.P. dependents pension account.....	Mar. 31	1 year	4	7,662,544	294,471
R.C.M.P. superannuation account.....	June 30—Sept. 30 Dec. 31—Mar. 31	1 year	4	65,411,254	2,420,760
Miscellaneous—					
Dominion stock, issue B.....	Apr. 30—Oct. 31	133 days	3½	(1)	13
					230,307,464
					1,077,295,513

(1) Nil balance as at March 31, 1966.

(2) Bonds are payable on demand at par and accrued interest.

(3) Converted at the official parity rate of \$1 U.S. = \$1.08108 Canadian.

(4) Amount invested in bonds not included.

(5) Interest on this balance is distributed to the provinces of Ontario and Quebec on a basis of population.

Appendix No. 7

Amortization of Bond Discount and Commission Account

Loans			Unamortized balance at March 31, 1965	Discount and commission on new loans	Adjustments ⁽¹⁾ 1965-66	Amount ⁽²⁾ amortized in 1965-66	Unamortized balance at March 31, 1966
			\$	\$	\$	\$	\$
P 1	1936-66	3%.....	113,556			77,867	35,689
P 9	1950-68	2½%.....	382,914			173,395	209,519
T 5	1953-78	3½%.....	3,758,404			385,477	3,372,927
T 11	1954-76	3½%.....	1,850,522			201,875	1,648,647
T 13	1954-79	3½%.....	1,277,874			88,129	1,189,745
T 15	1956-98	3½%.....	4,975,535			158,163	4,817,372
T 24	1958-70	3½%.....	1,838,700			361,712	1,476,988
T 27	1958-65	3½%.....	386,368			386,368	
T 28	1958-72	4½%.....	7,443,177			1,003,574	6,439,603
T 29	1958-83	4½%.....	18,188,178			987,593	17,200,585
T 36	1959-75	5½%.....	1,297,353			123,557	1,173,796
T 38	1960-76	5½%.....	774,791			70,436	704,355
T 39	1960-69	5½%.....	1,038,080			259,519	778,561
S 15	1960-70	4-5%.....	923,864			923,864	
AT 6	1961-66	4½%.....	463,692			271,428	192,264
S 16	1961-71	4½-5%.....	3,273,981			2,067,777	1,206,204
AT 9	1961-67	4½%.....	1,348,012			622,159	725,853
AT11	1962-68	4½%.....	958,043			343,180	614,863
AT12	1962-67	3½%.....	807,693			323,077	484,616
AT13	1962-69	5½%.....	685,910			152,424	533,486
AT14	1962-80	5½%.....	2,628,389			171,417	2,456,972
AT16	1962-69	5½%.....	502,000			125,500	376,500
N.Y. ⁽³⁾	1962-87	5%.....	337,498			26,910	310,588
S 17	1962-76	4½-5½%.....	8,167,628		-47	3,161,616	5,005,965
AT19	1963-66	3½%.....	1,846,502			1,846,502	
AT21	1963-88	5%.....	1,621,667			70,000	1,551,667
CT 3	1963-68	5%.....	229,509			65,574	163,935
S 18	1963-75	4½-5½%.....	7,579,056		-435	2,114,651	5,463,970
CT 5	1963-66	4½%.....	293,897			172,037	121,860
CT 7	1964-66	3½%.....	896,719			896,719	
CT 8	1964-68	4½%.....	1,700,989			609,309	1,091,680
CT 9	1964-88	5%.....	2,140,838			92,410	2,048,428
CT10	1964-65	3½%.....	900,552			900,552	
CT11	1964-69	5%.....	278,513			65,532	212,981
CT12	1964-90	5½%.....	2,264,589		2,121,037	140,442	4,245,184
CT13	1964-65	3½%.....	2,136,085			2,136,085	
CT14	1964-67	3½%.....	1,785,151		2,687,170	1,788,928	2,683,393
S 19	1964-74	4½-5½%.....	7,991,598		785,153	1,914,922	6,861,829
CT15	1964-71	5%.....	605,934			98,259	507,675
CT16	1965-66	3½%.....	1,341,201		1,103,687	2,231,350	213,538
CT17	1965-73	5%.....	495,742			58,323	437,419
CT18	1965-67	4½%.....		300,249		117,489	182,760
CT19	1965-70	5%.....		1,383,572		110,758	1,272,814
CT20	1965-66	3½%.....		2,188,664		1,276,721	911,943
CT21	1965-69	5½%.....		108,042		15,434	92,608
S 20	1965-77	4½-5½%.....		(4)7,442,652		600,000	6,842,652
CT22	1965-66	4%.....		1,835,605		587,394	1,248,211
CT23	1965-69	5½%.....		114,998		11,500	103,498
CT24	1965-75	5½%.....		190,480		6,457	184,023
CT25	1966-67	4%.....		2,341,299		334,471	2,006,828
CT26	1966-80	5½%.....		369,200		4,244	364,956
Treasury bills.....			13,218,738	16,448,839		13,218,738	16,448,839
			110,749,442	32,723,600	6,696,565	43,951,818	106,217,789

⁽¹⁾Adjustments due to cancellations and additional issues of existing loans.

⁽²⁾In the case of general loans, costs are amortized during the period from the date of issue to the earliest call date, if one is specified, otherwise to the date of maturity of the loan; in the case of Canada savings bonds which are redeemable at any time on demand, costs are amortized over a period of five years from the date of issue.

⁽³⁾Payable in New York.

⁽⁴⁾Preliminary figures.

Appendix No. 8

Cost of Issuing New Loans

	\$	\$	\$
Canada savings bonds, series 14, dated November 1, 1959—			
Printing and distribution of bonds.....			656
Canada savings bonds, series 17, dated November 1, 1962—			
Printing and distribution of bonds.....			1,640
Canada savings bonds, series 18, dated November 1, 1963—			
Printing and distribution of bonds.....			820
Canada savings bonds, series 19, dated November 1, 1964—			
Administrative expenses—			
Postage and express.....	462		
Communications.....	7		
Organization expenses.....	30		
		499	
Advertising and publicity—			
Publications.....	13cr		
Radio.....	509		
Literature and miscellaneous.....	48		
Provincial press liaison.....	8		
		552	
Printing and distribution of bonds.....		123,721	
			124,772
Canada savings bonds, series 20, dated November 1, 1965—			
Administrative expenses—			
Travel.....	26,569		
Postage and express.....	18,034		
Communications.....	8,038		
Stationery and printing.....	36,167		
Organization expenses.....	6,593		
		95,401	
Advertising and publicity—			
Publications.....	427,972		
Radio.....	155,830		
Television.....	248,883		
Display and outdoor advertising.....	43,042		
Direct mail.....	8,156		
Literature and miscellaneous.....	35,781		
Provincial press liaison.....	19,398		
		939,062	
Printing and distribution of bonds.....		391,888	
			1,426,351
Loan of October 1, 1954 (T13)—			
Printing and distribution of bonds.....			1,516
Loan of February 15, 1960 (T38)—			
Printing and distribution of bonds.....			1,437
Loan of April 1, 1960 (T39)—			
Printing and distribution of bonds.....			618
Loan of December 1, 1961 and June 1, 1963 (AT9)—			
Printing and distribution of bonds.....			219
Loan of October 1, 1963 and October 1, 1964 (CT3)—			
Printing and distribution of bonds.....			1,093
Loan of December 15, 1963 and May 1, 1964 (CT5)—			
Printing and distribution of bonds.....			616
Loan of February 1, 1964 (CT7)—			
Printing and distribution of bonds.....			153
Loan of February 1, 1964 (CT8)—			
Printing and distribution of bonds.....			359
Loan of February 1, 1964 (CT9)—			
Printing and distribution of bonds.....			211
Loan of May 1, 1964, July 1, 1964 and September 1, 1965 (CT12)—			
Printing and distribution of bonds.....			11,194

Appendix No. 8—Continued

Cost of Issuing New Loans—Continued

	\$	\$	\$
Loan of October 1, 1964 and April 1, 1965 (CT14)—			
Administrative expenses—			
Postage and express.....	175		
Communications.....	13		
Sundries.....	9	197	
Advertising and publicity—			
Display and outdoor advertising.....		11,343	
Printing and distribution of bonds.....		326	11,866
Loan of December 1, 1964 (CT15)—			
Printing and distribution of bonds.....			219
Loan of February 1, 1965 and July 1, 1965 (CT16)—			
Administrative expenses—			
Postage and express.....	1,476		
Communications.....	13,111		
Sundries.....	14	14,601	
Advertising and publicity—			
Display and outdoor advertising.....		388cr	
Printing and distribution of bonds.....		4,132	18,345
Loan of February 1, 1965 (CT17)—			
Printing and distribution of bonds.....			966
Loan of July 1, 1965 (CT18)—			
Advertising and publicity—			
Display and outdoor advertising.....		26cr	
Printing and distribution of bonds.....		4,406	4,380
Loan of July 1, 1965 (CT19)—			
Administrative expenses—			
Stationery and printing.....		349	
Printing and distribution of bonds.....		15,076	15,425
Loan of September 1, 1965 (CT20)—			
Administrative expenses—			
Postage and express.....	2,218		
Communications.....	14,027		
Stationery and printing.....	244		
Sundries.....	6	16,495	
Advertising and publicity—			
Display and outdoor advertising.....		30,005	
Printing and distribution of bonds.....		6,152	52,652
Loan of September 1, 1965 (CT21)—			
Administrative expenses—			
Organization expenses.....		210	
Printing and distribution of bonds.....		10,007	10,217
Loan of December 1, 1965 (CT22)—			
Administrative expenses—			
Postage and express.....	2,601		
Communications.....	14,186		
Stationery and printing.....	414		
Sundries.....	5	17,206	
Advertising and publicity—			
Display and outdoor advertising.....		14,610	
Printing and distribution of bonds.....		4,589	36,405
Loan of December 1, 1965 (CT23)—			
Printing and distribution of bonds.....			9,527

Appendix No. 8—Concluded

Cost of Issuing New Loans—Concluded

	\$	\$	\$
Loan of December 1, 1965 (CT24)—			
Administrative expenses—			
Stationery and printing.....		147	
Printing and distribution of bonds.....		16,321	16,468
Loan of February 1, 1966 (CT25)—			
Administrative expenses—			
Postage and express.....	3,009		
Communications.....	18,290		
Sundries.....	4	21,303	
Advertising and publicity—			
Display and outdoor advertising.....		14,569	
Printing and distribution of bonds.....		3,755	39,627
Loan of February 1, 1966 (CT26)—			
Printing and distribution of bonds.....			22,298
			1,810,050

Appendix No. 9

Servicing of Public Debt

To whom paid	Service	\$	\$
	EXPENSES OF REDEMPTION AND TRANSFER OF BONDS		
Sundry banks, Canada.....	Commission payable to banks for redemption of Canada savings bonds.....		333,617
	OTHER SERVICING CHARGES		
Sundry banks, Canada.....	Commission for cashing coupons.....	671,052	
Bank of Montreal, New York.....	Commission for cashing coupons and for paying of regis- tered interest.....	1,382	
Bank of Montreal Trust Co., New York..	Fees for acting as registrar for Government of Canada bonds during 1965.....	200	
Sundry bank note companies.....	Cost of replenishing reserve stocks of bonds depleted through transfers and exchanges.....	11,903	
Bank of Canada.....	Shipping charges on N.Y. bonds 1962-87 from First National Bank of Boston to Ottawa.....	401	684,938
			1,018,555

Appendix No. 10

Statement of Assistance Given to Railways by the Government of Canada to March 31, 1966

	Original amount of grant, contri- bution, loan or guarantee	Amount repaid, transferred or discharged	Amount written off	Amount outstanding in public accounts as at March 31, 1966	Guarantees outstanding as at March 31, 1966
CANADIAN NATIONAL RAILWAY SYSTEM IN- CLUDING PREDECESSOR AND AFFILIATED COMPANIES AND CANADIAN GOVERN- MENT RAILWAYS—					
<i>Land grants</i> (number of acres).....	5,728,192				
<i>Cash contributions—</i>					
Cash subsidies.....	\$ 130,480,778		\$ 130,480,778		
Capital and construction expenditures.....	441,455,292			(1)\$441,455,292	
Deficits and operating expenditures.....	1,080,556,128		1,080,556,128		
Total.....	1,652,492,198		1,211,036,906	441,455,292	
<i>Loans and advances—</i>					
Loans for capital expenditures and deficits.....	(2)733,592,152	(3)\$359,769,032	(4)373,823,120		
Loans for betterment of, and repairs to, railway equipment.....	1,183,593	1,183,593			
Railway equipment purchased and sold to railway under a hire-purchase agreement.....	91,872,556	91,872,556			
Loans and advances including loans made in connection with govern- ment's relief program (5).....	4,012,792,192	3,563,147,431		(6)449,644,761	
Total.....	4,839,440,493	4,015,972,612	373,823,120	449,644,761	
<i>Stock acquired—</i>					
1,000,000 shares of no par value.....	(7)18,000,000			18,000,000	
5,000,000 shares of no par value.....	378,518,135		(8)36,555,118	341,963,017	
	396,518,135		36,555,118	(9)359,963,017	
1,044,350,476 shares of 4% preferred stock.....	1,044,350,476			(10)1,044,350,476	
Total.....	1,440,868,611		36,555,118	1,404,313,493	
<i>Guarantees—</i>					
Loans guaranteed as to principal and interest by government.....	2,466,001,923	1,134,453,937			\$1,331,547,986
Loans guaranteed as to interest only by government.....	216,207,142	216,207,142			
Total.....	2,682,209,065	1,350,661,079			(11)\$1,331,547,986
CANADIAN PACIFIC RAILWAY COMPANY AND OTHER COMPANIES NOW COMPRISED IN THAT SYSTEM—					
<i>Land grants</i> (number of acres).....	32,848,477				
<i>Cash contributions—</i>					
Cash subsidies.....	\$ 24,175,758		24,175,758		
Capital and construction expenditures.....	63,452,118			63,452,118	
Operating expenditures.....	—98,510		—98,510		
Total.....	87,529,366		24,077,248	(12)63,452,118	
<i>Loans and advances—</i>					
Loans for capital expenditures and to assure dividends during construction	29,465,512	29,465,512			
Loans for betterment of, and repairs to, railway equipment.....	1,270,000	1,270,000			
Railway equipment purchased and sold to railway under a hire-purchase agreement.....	15,681,490	15,681,490			
Temporary loans and advances includ- ing loans made in connection with government's relief program.....	8,501,922	8,501,922			
Total.....	54,918,924	54,918,924			
<i>Guarantees—</i>					
Loans guaranteed as to principal and interest by government.....	75,000,000	75,000,000			
<i>Sundry assistance.....</i>	2,383,043		2,383,043		

Appendix No. 10—Concluded

Statement of Assistance Given to Railways by the Government of Canada to March 31, 1966—Concluded

OTHER RAILWAYS	Cash subsidies	Capital and construction expenditures
Albert Southern Railway, New Brunswick	\$ 50,460	
Algoma Central and Hudson Bay Railway	2,048,704	
Brantford, Waterloo and Lake Erie Railway	57,600	
Bruce Mines and Algoma Railway	53,920	
Canada and Gulf Terminal Railway	210,054	
Canada Central Railway—Peace River Bridge		\$ 175,000
Central Railway of Canada, Quebec	30,145	
Colchester Coal and Railway Company	12,800	
Cumberland Railway and Coal Company, Nova Scotia	39,850	
Dominion Coal Company, Nova Scotia	87,808	
Edmonton, Dunvegan and British Columbia Railway	338,382	
Erie and Huron Railway	96,000	
Ha Ha Bay Railway Company, Quebec	231,462	
Harvey Branch Railway, New Brunswick	5,554	
Residue of cost of steamer <i>Sheba</i>		78,611
Joggins Railway, Nova Scotia	37,500	
Klondyke Mines Railway	197,184	
Lake Erie, Essex and Detroit Railway	118,400	
Lake Erie and Detroit River Railway	357,451	
L'Assomption Railway, Quebec	11,200	
Leamington and St. Clair Railway	51,200	
Maritime Coal and Railway Company	3,200	
Minudie Coal Company, Nova Scotia	18,544	
Napierville Junction Railway	173,440	
North Railway		250,000
North Shore Railway Company, Beersville Coal and Railway Company	27,616	
Northern New Brunswick and Seaboard Railway Company	108,160	
Ottawa and New York Railway	262,384	
Pacific Great Eastern Railway	2,478,500	
Phillipsburg Junction Railway and Quarry Company	23,712	
Pontiac and Renfrew Railway	13,600	
Port Nelson Terminal		6,240,096
Quebec, Montmorency and Charlevoix Railway	96,000	
Schomberg and Aurora Railway	46,144	
St. Lawrence and Adirondack Railway	149,482	
St. Louis Richibucto Railway	22,400	
Temiskaming and Northern Ontario Railway	2,134,080	
Total—Other Railways	9,592,936	(11)6,743,707

Interest on loans made to the Canadian National Railway System and Predecessor Companies for capital expenditures and deficits, was never taken into the accounts of the government but interest amounting to \$530,832,598 was shown on the books of the railway. The total amount of interest calculated up to December 31, 1936 was \$574,781,637. Any claim the government may have for such interest was transferred to the Canadian National Railways Securities Trust as provided for by the Canadian National Railways Capital Revision Act for 1937.

(1) See items referred to in footnote (1) Appendix No. 11.

(2) As at the implementation of the Capital Revision Act, 1937.

(3) Includes \$89,731,594 repaid prior to the implementation of the Capital Revision Act, 1937 and \$270,037,438 transferred to the Securities Trust pursuant to the said Act.

(4) Comprised of deficit advances outstanding at the time of implementation of the Capital Revision Act, 1937.

(5) Includes amounts in respect of the Canadian National Railways and Air Canada operating deficits which also appear under "Cash contributions" above.

(6) Loans to, and investments in, Canadian National Railways (see Schedule F).

(7) These shares were received in exchange for 180,000 shares of Canadian Northern Railway Capital Stock valued at \$18,000,000.

(8) Represents capital loss on retirement of steam locomotives for the years 1956, 1957, 1958, 1959 and 1960.

(9) See item referred to in footnote (1) Appendix No. 11.

(10) See Statement of Contingent Liabilities.

(11) See items referred to in footnote (1) Appendix No. 11.

(12) See items referred to in footnote (2) Appendix No. 11.

Appendix No. 11

Net Debt

Net Charges to Capital, Other Non-Active Accounts and Consolidated Deficit Account
from July 1, 1867 to March 31, 1966

	\$
CAPITAL EXPENDITURE—	
Public Works (Canals)—	
Department of Public Works—	
Burlington Bay Canal.....	308,328
Lake St. Peter.....	1,164,235
Department of Transport—	
Chambly Canal, River Richelieu.....	579,715
Lachine Canal.....	10,526,202
Murray Canal.....	1,248,947
Ottawa Works.....	6,871,215
Quebec Canal.....	34,842
Rideau Canal.....	143,108
Sault Ste. Marie Canals.....	4,935,810
St. Anne's Lock—Railway Bridge Ile Perrot.....	150,000
St. Lawrence Canals.....	34,111,409
St. Lawrence Ship Canal.....	133,897
St. Ours Locks.....	614,426
St. Peters Canal.....	492,024
Tay River Navigation.....	476,129
Trent Canal Improvements.....	559,068
Trent River Navigation.....	19,079,651
Welland Canal.....	27,244,916
Welland Ship Canal.....	130,716,890
Miscellaneous.....	125
	239,390,937
Public Works (Railways)—	
Department of Transport—	
Canadian Government Railways—	
Canadian Government Railways.....	64,978,544(1)
Cape Breton Railway.....	104,521(1)
Caraquet and Gulf Shore Railway.....	209,950(1)
Elgin and Havelock Railway.....	33,530(1)
Hudson Bay Railway.....	34,682,535(1)
Intercolonial Railway.....	109,819,027(1)
International Railway of New Brunswick.....	2,681,377(1)
Lotbiniere and Megantic Railway.....	336,875(1)
National Transcontinental Railway.....	160,994,649(1)
New Brunswick and Prince Edward Island Railway.....	361,541(1)
Newfoundland Railway.....	13,085,945(1)
Northwest Communication System.....	17,884,025(1)
Prince Edward Island Railway.....	6,797,222(1)
Quebec Bridge.....	21,706,664(1)
Quebec and Saguenay Railway.....	7,120,896(1)
Salisbury and Albert Railway.....	84,390(1)
St. Martin's Railway.....	72,625(1)
Temiscouata Railway.....	480,000(1)
York and Carleton Railway.....	20,976(1)
Other Railways and Miscellaneous—	
Auto-ferry vessel for service between Yarmouth, N.S. and the New England States.....	1,035,733
Canada Central Railway—	
Peace River Bridge.....	175,000(1)
Digby and Annapolis Railway.....	660,683(1)
Governor General's Cars.....	71,539
Port Nelson Terminal.....	6,240,096(1)
Residue of cost of steamer <i>Sheba</i>	78,611(1)
North Railway.....	250,000(1)
North Sydney, N.S. and Port aux Basques, Newfoundland, Ferry and Terminals—	
Dock and Terminal Facilities, North Sydney, N.S.....	2,880,497
Dock and Terminal Facilities, Port aux Basques, Newfoundland.....	2,926,061
Construction of auto-ferry vessel.....	6,373,302
Piers "A" and "B"—Ogden Point—Victoria, B.C.....	2,847,399
Prince Edward Island Car Ferry and Terminals.....	13,069,726
Residue of capital cost of S.S. <i>Charlottetown</i>	1,194,145
Construction of new car ferry.....	7,032,720
S.S. <i>Scotia 2</i>	348,948
Residue of capital cost of steamers <i>Drummond</i> and <i>McKee</i>	851,853
Strait of Canso.....	6,994,146
Hillsborough Bridge.....	1,532,233
	496,017,984

Appendix No. 11—Continued

Net Debt—Continued

Net Charges to Capital, Other Non-Active Accounts and Consolidated Deficit Account
from July 1, 1867 to March 31, 1966—Continued

	\$
CAPITAL EXPENDITURE—Continued	
Public Works (Miscellaneous)—	
Department of Defence Production—	
Plant at Riviere du Loup.....	135,209
Department of National Defence—	
Military magazine danger zone.....	4,010
Department of Public Works—	
Bare Point Breakwater.....	217,996
Burlington Channel Improvements.....	1,392,490
Canadian Building, London, England.....	1,539,073
Canadian Legation Building, Tokyo, Japan.....	200,000
Canadian Legation Building and Site, Washington, D.C.....	477,754
Cape Tormentine Harbour.....	95,000
Esquimalt Graving Dock.....	7,799,761
Georgian Bay to Montreal Waterway Survey.....	918,797
Government Buildings, Ottawa.....	35,260,968
Halifax Elevator Site.....	86,512
Halifax Harbour Improvements.....	13,025,454
Kingston Graving Dock.....	556,589
Land and Cable Telegraph Line.....	348,321
Levis Graving Dock.....	971,593
Miscellaneous Sites for Government Buildings.....	208,012
Miscellaneous Wharves.....	1,223,857
Montreal Harbour Improvements.....	1,060,343
New public buildings for Petitecodiac, N.B.....	1
Ottawa—Expropriations of property between Sparks and Wellington Streets, East of Elgin Street.....	855,581
Port Arthur and Port William and River Kaministiquia Improvements.....	16,249,020
Port Colborne Harbour.....	904,459
Quebec Harbour Improvements.....	10,326,479
Rainy River Lock and Dam.....	134
Sorel Harbour Improvements.....	1,806,541
St. Andrew Rapids including Red River Improvement.....	1,569,777
Saint John Harbour Improvements.....	19,300,823
Tiffin Harbour Improvements.....	481,622
Toronto Harbour Improvements.....	9,331,987
Toronto, New Dominion Building.....	1,166,647
Upper St. Lawrence River—Channel Improvements.....	468,098
Vancouver Harbour Improvements.....	3,600,079
Victoria Harbour, British Columbia—Improvements.....	2,334,089
Victoria Harbour, Ontario—Improvements.....	761,802
Yukon Territory Works (part).....	1,638,069
Department of Transport—	
Canadian Government Trans-Atlantic Air Services.....	1,670,000
Civil Aviation—Airways and Airports.....	83,916,341
Eastern Arctic Patrol Vessel.....	3,229,293
General Service Workboat, Parry Sound, Ontario, Agency.....	31,385
General Service Workboat for use at St. John's Newfoundland.....	64,556
Government Shipbuilding program.....	53,325,521
Hopper barge <i>Chesterfield</i>	233,941
Icebreaker and Service Vessels.....	9,609,996
Lighthouse Supply and Buoy Vessel for the West Coast.....	923,360
Lighthouse Supply and Buoy Vessel for the East Coast.....	1,709,767
Lightship for the Port of Saint John, N.B.....	663,406
St. Lawrence River Improvements.....	110,372,850
Tug <i>Ocean Eagle</i>	91,071
Vessels for Pacific Ocean Weather Station "P".....	1,770,097
Yukon Territory Works (part).....	283,323
National Harbours Board—	
Churchill Port and Terminals.....	12,790,681
Halifax Elevator Site.....	28,960
Prescott Elevator.....	4,707,440
Port Colborne Elevator.....	2,356,218
Saint John Wharf Site.....	4,531
Land in Parish Ste. Foy and Parish of St. Felix—Quebec.....	13,602
	424,113,286

Appendix No. 11—*Concluded*Net Debt—*Concluded*Net Charges to Capital, Other Non-Active Accounts and Consolidated Deficit Account
from July 1, 1867 to March 31, 1966—*Concluded*

	\$
CAPITAL EXPENDITURE—<i>Concluded</i>	
Military Property and Stores—	
National Defence—	
Military Property and Stores.....	12,580,636
<i>Less</i> —Fort Osborne Barracks, Winnipeg.....	—62,947
St. Helen's Island, Barracks site.....	—19,783
	12,497,906
Territorial Accounts—	
Northern Affairs and National Resources—	
Dominion Lands Expenditure to March 31, 1911.....	10,425,396
<i>Less</i> —Received from Dominion Lands.....	—4,275,526
Northwest Rebellion.....	826,078
Northwest Territories, Organization.....	1,460,000
Northwest Territories, Purchase.....	1,460,000
	9,895,948
Total Capital Expenditures.....	1,181,916,061
OTHER NON-ACTIVE ACCOUNTS—	
Loans—	
Department of Transport—	
Canadian Government Merchant Marine, Limited.....	8,098,389
National Harbours Board—	
Chicoutimi.....	3,830,286
Churchill.....	7,388,395
Halifax.....	24,389,267
Montreal—Jacques Cartier Bridge—Advances for payment of guaranteed interest..	6,489,605
Quebec.....	43,487,564
Saint John.....	31,960,114
Three Rivers.....	3,987,357
	121,532,588(1)
Miscellaneous Non-Active Accounts—	
Canadian Pacific Railway (old).....	62,791,435(2)
Canadian National Railway Stock.....	359,963,017(3)
Soybean Flour Suspense Account (Trade and Commerce).....	125,936
Loans and Advances—	
Sundry Government Agencies—	
High Commissioner's Office Suspense (External Affairs).....	2,043
Soldier and General Land Settlement Loans.....	7,079
Other Governments—	
Italian Government—Wheat purchases 1915 (Trade and Commerce).....	703
Miscellaneous—	
Abasand Oils Ltd. (Mines and Technical Surveys).....	1,801,621
Victoria Shipowners Ltd.—Balance remaining after liquidation (Transport).....	621,987
Investments—	
Quebec Turnpike Trust Bonds (Finance).....	20,000
Grand Trunk Railway Preference Stock (Transport).....	121,740
Department of Veterans Affairs—	
University Hospital, Edmonton, Alberta.....	100,000
Total Other Non-Active Accounts.....	555,186,538
Consolidated Deficit Account.....	13,806,345,266
Net Debt.....	15,543,447,865
SUMMARY	
Capital.....	1,181,916,061
Other Non-Active Accounts.....	555,186,538
Consolidated Deficit Account.....	13,806,345,266
	15,543,447,865

(1) Included in Appendix No. 10—Assistance to Railways, footnote(1).

(2) Included in Appendix No. 10—Assistance to Railways, footnote (12).

(3) Included in Appendix No. 10—Assistance to Railways, footnote(13).

(4) See also Schedule F, explanation No. 26.

(5) Included in Appendix No. 10—Assistance to Railways, footnote(5).

Appendix No. 12

Government of Canada Equity in Crown Corporations as at March 31, 1966

Corporation	Recorded government equity	Unrecorded government equity	Total government equity
	\$	\$	\$
Agency—			
Atomic Energy of Canada Limited	77,593,229	(1)8,008,039	85,601,268
Canadian Arsenals Limited	5,000,000	30	5,000,030
Canadian Commercial Corporation	5,500,000	223,400	5,723,400
Canadian National (West Indies) Steamships Limited	325,000	225,436	550,436
Canadian Patents and Development Limited	296,199	990,904	1,287,103
Crown Assets Disposal Corporation	*5,012,242	100,000	5,112,242
Defence Construction (1951) Limited		31	31
The National Battlefields Commission		1,538,073	1,538,073
National Capital Commission	67,329,250	68,992,103	136,321,353
National Harbours Board	202,818,913	318,493,389	521,312,302
Northern Canada Power Commission	29,865,046	(2)12,064,821	41,929,867
Park Steamship Company Limited		5,685	5,685
	393,739,879	410,641,911	804,381,790
Proprietary—			
Air Canada		5,573,410	5,573,410
Canadian Broadcasting Corporation	29,704,500	33,709,978	63,414,478
Canadian National Railways	(3)1,494,685,398	796,264,149	2,290,949,547
Canadian Overseas Telecommunication Corporation	52,522,430	15,099,505	67,621,935
Central Mortgage and Housing Corporation	2,452,926,371	(4)21,376,797	2,474,303,168
Cornwall International Bridge Company Limited		-4,664	-4,664
Eldorado Aviation Limited		227,683	227,683
Eldorado Mining and Refining Limited	(5)8,246,877	44,339,628	52,586,505
Export Credits Insurance Corporation	128,153,316	(6)12,735,953	140,889,269
Farm Credit Corporation	588,343,042	(7)17,253,854	605,596,896
Northern Transportation Company Limited		7,245,150	7,245,150
Polymer Corporation Limited	30,000,000	66,244,626	96,244,626
The St. Lawrence Seaway Authority	435,845,000	88,518,278	524,363,278
	5,220,426,934	1,108,684,347	6,329,011,281
Other—			
Bank of Canada	(8)5,920,000	24,080,000	30,000,000
Canadian Corporation for the 1967 World Exhibition	44,000,000	-8,950,900	35,049,100
Industrial Development Bank		18,423,096	18,423,096
Northern Ontario Pipe Line Crown Corporation		693,667	693,667
	49,920,000	34,245,863	84,165,863
	5,664,086,813	1,553,472,121	7,217,558,934
*Government equity in agency account recorded in schedule H— “Other loans and investments—miscellaneous”	-5,012,242		
Total per schedule F—“Loans to, and investments in, Crown corporations”	5,659,074,571		

Total government equity represents the loans, advances and proprietary equities as shown in the financial reports of Crown corporations at their respective years ended March 31, 1966 plus any adjustments for additional advances to, or repayments by, the corporations from their year-end dates to March 31, 1966 as follows: National Harbours Board, \$1,139,259, Canadian National Railways, \$2,385,487, Central Mortgage and Housing Corporation, \$116,280,563, Export Credits Insurance Corporation, \$6,846,506, The St. Lawrence Seaway Authority, \$11,500,000, Canadian Corporation for the 1967 World Exhibition, \$2,000,000 and the Farm Credit Corporation, \$75,000.

Included in the unrecorded equity of the Government of Canada in Crown corporations are those amounts which, although designated by certain Crown corporations as proprietor's equity, have been financed by the Government of Canada and charged to government expenditures or to net debt, and have been fully expended in the acquisition of the Crown corporation's capital assets.

The equity of the Crown in subsidiary companies, represented by capital stock, is included in the equity of the parent companies. The St. Lawrence Seaway Authority owns a 50% equity in the Cornwall International Bridge Company Limited and the Seaway International Bridge Corporation Ltd. Eldorado Aviation Limited and Northern Transportation Company Limited are wholly-owned subsidiaries of Eldorado Mining and Refining Limited. Air Canada is a wholly-owned subsidiary of Canadian National Railways. The Industrial Development Bank is a wholly-owned subsidiary of the Bank of Canada.

(1)Includes accrued interest, \$5,238,577.

(2)Includes accrued interest, \$883,917.

(3)Includes advances to Air Canada re 1966 income deficit, \$4,290,000 and loans in respect of Yarmouth-Bar Harbour ferry services, \$690,160.

(4)Includes accrued interest, \$16,376,797.

(5)Includes premium on acquisition of capital stock, \$1,660,797.

(6)Includes accrued interest, \$2,338,930.

(7)Includes accrued interest, \$15,618,019.

(8)Includes premium on acquisition of capital stock, \$920,000.

Appendix No. 13

Accounts Receivable as at March 31, 1966

Department	Current Year	Previous years		Total
		Collectible	Uncollectible	
	\$	\$	\$	\$
Agriculture.....	751,290	817,514	22,506	1,591,310
Auditor General's Office.....	748			748
Office of the Chief Electoral Officer.....	339	111		450
Citizenship and Immigration.....	162,868	78,369	140,218	381,455
Civil Service Commission.....	183	57		240
Defence Production.....	25,890		259,133	285,023
External Affairs.....	342,187	799,537	22,379	1,164,103
Finance.....	5,819	5,448	34,240	45,507
Fisheries.....	35,785	2,319		38,104
Forestry.....	17,537	475	217	18,229
Industry.....	450			450
Justice.....	130			130
Labour.....	52,003		117	52,120
Legislation—The Senate.....			117	117
Mines and Technical Surveys.....	118,975	12,888	322	132,185
National Defence.....	5,777,859	5,863,914	89,871	11,731,644
National Gallery of Canada.....	4,615	180		4,795
National Health and Welfare.....	1,426,840	402,335	50,300	1,879,475
National Research Council, including the Medical Research Council.....	176,022	12,412	739	189,173
National Revenue.....	(1)254,740,664			254,740,664
Northern Affairs and National Resources.....	369,895	871,117	105,696	1,346,708
Post Office.....	16,997	2,933		19,930
Privy Council.....	296	677		973
Public Archives and National Library.....	1,109			1,109
Public Printing and Stationery.....	141,251	3,083		144,334
Public Works.....	979,925	445,330	10,046	1,435,301
Royal Canadian Mounted Police.....	184,000	2,608	4,915	191,523
Secretary of State.....	349		82	431
Solicitor General.....	175,989		367	176,356
Trade and Commerce.....	165,207	14,919	8,909	189,035
Transport.....	3,991,392	755,758	29,207	4,776,357
Unemployment Insurance Commission.....	(2)4,981,935	20	50,654	5,032,609
Veterans Affairs.....	4,327,022	2,229,433	297,071	6,853,526
	278,975,571	12,321,437	1,127,106	292,424,114

(1) This amount relates to both the current and previous years. Included in this figure are amounts represented by assessments under appeal. Although an assessment under appeal is an amount owing to the Crown this amount may be reduced on the eventual disposition of the appeal. There is no way of reasonably estimating the possible future reductions of such assessments.

(2) An amount of \$4,981,109 in respect of the unemployment insurance fund included in the above amount relates to both current and previous years.

SECTION 10

1965-66
PUBLIC ACCOUNTS

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PUBLIC ACCOUNTS OF CANADA

for the

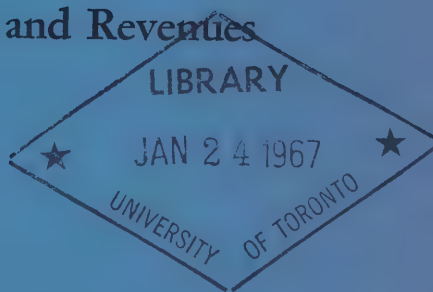
FISCAL YEAR ENDED

MARCH 31

1966

VOLUME II

Details of
Expenditures and Revenues



Issued by the

DEPARTMENT OF FINANCE



PUBLIC ACCOUNTS OF CANADA

for the

FISCAL YEAR ENDED

MARCH 31

1966

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DEPARTMENT OF FINANCE

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1966

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Section	Department	Expenditure	Revenue
		\$	\$
1	Agriculture	186,263,616	12,463,687
2	Atlantic Development Board	23,755,359	
3	Atomic Energy	54,450,175	403,736
4	Auditor General's Office	1,741,901	1,187
5	Board of Broadcast Governors	382,787	35
6	Canada Emergency Measures Organization	7,744,257	50,135
7	Canadian Broadcasting Corporation	97,458,915	7,598
8	Central Mortgage and Housing Corporation	21,571,958	114,856,347
9	Chief Electoral Officer, Office of the	12,953,140	96,820
10	Citizenship and Immigration	238,567,080	2,091,370
11	Civil Service Commission	7,986,854	700
12	Defence Production	23,438,183	13,302,727
13	Economic Council of Canada	1,116,362	853
14	External Affairs	152,545,955	2,148,249
15	Finance	1,850,679,433	310,923,281
16	Fisheries	34,526,476	1,280,785
17	Forestry	57,134,577	183,874
18	Governor General and Lieutenant-Governors	690,556	
19	Industry	29,301,149	2,498,035
20	Insurance	1,512,059	1,004,895
21	Justice	11,367,814	351,051
22	Labour	23,993,711	1,524,735
23	Legislation	14,711,823	222,031
24	Mines and Technical Surveys	107,357,514	2,508,543
25	National Capital Commission	18,621,111	
26	National Defence	1,548,446,784	15,033,860
27	National Film Board	6,891,335	32,683
28	National Gallery of Canada	1,815,626	5,220
29	National Health and Welfare	1,175,122,029	6,602,592
30	National Research Council, including the Medical Research Council	74,387,029	57,861
31	National Revenue	94,971,980	6,855,161,026
32	Northern Affairs and National Resources	156,433,733	15,910,846
33	Post Office	240,206,458	237,538,586
34	Privy Council	8,981,878	2,710,564
35	Public Archives and National Library	1,973,514	15,691
36	Public Printing and Stationery	3,053,651	1,920,123
37	Public Works	256,526,107	5,680,961
38	Representation Commissioner, Office of the	774,892	
39	Royal Canadian Mounted Police	81,958,846	17,996,096
40	Secretary of State	23,996,532	765,008
41	Solicitor General	56,875,181	686,063
42	Trade and Commerce	46,073,789	10,021,826
43	Transport	508,743,513	45,946,686
44	Unemployment Insurance Commission	98,037,727	572,958
45	Veterans Affairs	369,652,156	13,240,880
	Total	7,734,795,525	7,695,820,204
	Budgetary deficit		38,975,321
		7,734,795,525	7,734,795,525

SECTION 1

1965-66

PUBLIC ACCOUNTS

DEPARTMENT OF AGRICULTURE

Details of

EXPENDITURES AND REVENUES

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DEPARTMENT OF AGRICULTURE

APPROPRIATIONS AND EXPENDITURES

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		ADMINISTRATION			
1· 3	1	Departmental administration.....	4,266,000 00	3,936,700 57	3,459,760 02
		RESEARCH			
1· 5	5	Administration, operation and maintenance.	27,627,600 00	27,611,803 99	24,982,929 58
1· 7	10	Construction or acquisition of buildings, works, land and equipment.....	5,391,000 00 33,018,600 00	4,980,748 16 32,592,552 15	3,855,129 44 28,888,059 02
		PRODUCTION AND MARKETING Administration			
1· 9	15	Administration, operation and maintenance.	2,428,400 00	2,359,849 13	2,479,944 29
1·10	17	Grants, contributions and subsidies.....	63,439,500 00	60,286,645 38	57,494,886 92
		Animal and Animal Products			
1·11	20	Administration, operation and maintenance.	6,867,600 00	6,685,506 82	6,258,276 92
1·14	25	Grants, contributions and subsidies.....	12,245,400 00	11,606,832 37	11,440,910 01
		Plant and Plant Products			
1·15	30	Administration, operation and maintenance.	6,409,100 00	6,206,899 90	5,568,023 73
1·17	35	Grants, contributions and subsidies.....	12,644,800 00 104,034,800 00	10,208,915 56 97,354,649 16	2,179,059 85 85,421,101 72
		HEALTH OF ANIMALS			
1·19	40	Administration, operation and maintenance.	13,866,500 00	13,864,593 39	12,022,623 29
1·21	45	Grants, contributions and subsidies.....	1,731,300 00 15,597,800 00	1,130,002 41 14,994,595 80	1,467,621 48 13,490,244 77
		BOARD OF GRAIN COMMISSIONERS			
1·21	Stat.	Salaries of the commissioners.....	51,360 85	51,360 85	52,090 26
1·22	50	Administration, operation and maintenance.	7,542,100 00 7,593,460 85	7,191,091 65 7,242,452 50	6,589,946 84 6,642,037 10
		LAND REHABILITATION, IRRIGATION AND WATER STORAGE PROJECTS			
1·23	55	Administration, operation and maintenance.	9,229,807 65	8,722,754 03	8,441,505 81
1·25	60	Construction or acquisition of buildings, works, land and equipment.....	22,955,356 88 32,185,164 53	19,659,887 26 28,382,641 29	17,972,322 70 26,413,828 51
		FARM CREDIT CORPORATION			
1·29	90	Estimated amount to provide for the operating loss of the Farm Credit Corporation..	1,160,000 00	1,029,998 04	529,693 80
1·29	95	Payment to the Farm Credit Corporation for carrying out the purposes of the Farm Machinery Syndicates Credit Act.....	75,000 00 1,235,000 00	75,000 00 1,104,998 04	50,000 00 579,693 80

DEPARTMENT OF AGRICULTURE

1-3

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
SPECIAL					
1-30	Stat.	Gratuities to families of deceased employees.	1,954 64	1,954 64	
1-30	Stat.	Refunds of amounts credited to revenue in previous years.	4,653 34	4,653 34	
1-30	Stat.	Payments in connection with Crop Insurance Act.	631,418 73	631,418 73	486,953 43
			638,026 71	638,026 71	486,953 43
		<i>Expenditures from appropriations not required for 1965-66.</i>			375,165 55
		Total.	<u>\$198,585,852 01</u>	<u>\$186,263,616 14</u>	<u>\$165,723,843 92</u>

Salary of Minister, Salaries Act, c.243, R.S., as amended.	(1)	\$ 15,000
Motor car allowance to Minister, c.249, R.S., as amended.	(2)	\$ 2,000

The above amounts were paid to: Hon H W Hays for the period April 1 to December 17, 1965, \$12,110; Hon J J Greene for the period December 18, 1965 to March 31, 1966, \$4,890.

Hon H W Hays received travelling expenses of \$5,169; Hon J J Greene \$2,539, both charged to Vote 1.

ADMINISTRATION

Vote 1	Departmental administration including the Canadian Agricultural Services Co-ordinating Committee, contributions to the Commonwealth Agricultural Bureaux and a special contribution not exceeding \$62,000 to the Agricultural Economics Research Council, subject to approval by the Treasury Board.	4,186,600
	Transfer from Department of Finance Vote 15 contingencies.	79,400
		4,266,000
	Expenditures.	\$ 3,936,701

Total revenue arising from the above expenditures amounted to \$29,601.

Departmental administration including the Canadian Agricultural Services Co-ordinating Committee

	Estimates	Allotments	Expenditures
Salaries and wages.	\$ 1,530,000		
Transfer from Department of Finance Vote 15 contingencies.	33,000		
Overtime.	(1) 1,563,000	1,553,675	1,504,533
Allowances.	(1) 6,100	6,100	6,075
	(2) 9,225	9,225	9,085
A Professional and special services.	(4) 100	2,400	2,335
Travelling and removal expenses.	(5) 66,600	49,600	49,261
Expenses of delegates to international conferences.	(5) 52,500	43,600	13,872
Freight, express and cartage.	(6) 9,600	8,600	7,895
Postage.	(7) 4,500	4,500	4,500
Telephones and telegrams.	(8) 23,700	28,800	28,793
Publication of departmental reports and other material.	(9) 5,000	4,100	3,673
Office stationery, supplies and equipment.	(11) 343,200	365,160	329,422
Purchase of books, periodicals and bindings.	(11) 68,600	68,040	64,105
Expenses of Canadian Agricultural Services Co-ordinating Committee.	(22) 5,000	5,000	3,876
Sundries.	(22) 4,700	3,800	2,046
	<u>\$ 2,152,600</u>	<u>\$ 2,152,600</u>	<u>\$ 2,029,471</u>

Revenues arising from the above expenditures amounted to \$29,601 and consisted of *Proceeds from sales*—\$203; *Services and service fees* \$25,399—rental of equipment \$25,399; *Miscellaneous*—\$3,999.

B Beer, Parliamentary Secretary, received travelling expenses of \$857.

A Payments by services with individual payments of \$2,000 or over were: *Management consultant's services* \$2,000—G C Tilley Montreal \$2,000.

PUBLIC ACCOUNTS, 1965-66

Information division

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 378,000			
Transfer from Department of Finance Vote 15 contingencies.....	16,200			
		(1) 394,200	414,200	409,640
Overtime.....		(1) 1,900	1,900	1,842
Professional and special services.....		(4) 5,000	3,000	2,386
Travelling and removal expenses.....		(5) 16,000	16,000	11,370
Freight, express and cartage.....		(6) 5,600	5,600	5,021
Postage.....		(7) 5,500	5,500	5,495
Telephones and telegrams.....		(8) 3,200	4,700	4,215
Publication of departmental reports and other material.....		(9) 178,100	146,000	83,255
Films, exhibits and advertising.....		(10) 134,500	114,500	87,311
Office stationery, supplies and equipment.....		(11) 37,300	42,300	39,146
Materials and supplies.....		(12) 10,000	10,000	9,198
A Acquisition of equipment.....		(16) 7,300	32,700	24,603
Repairs and upkeep of equipment.....		(17) 1,000	1,100	1,075
Sundries.....		(22) 1,200	1,200	259
		\$ 800,800	\$ 798,700	\$ 684,816

This sub-vote was provided for expenditures in connection with disseminating information regarding departmental activities and findings by printed bulletins and publications, press, radio and motion picture releases, and displays at fairs and exhibitions.

A Included: scientific equipment \$16,031, transportation equipment \$1,973.

Contributions to Commonwealth Agricultural Bureaux

	Estimates	Allotments	Expenditures
Contributions (£80,676).....	(20) \$ 241,300	\$ 243,400	\$ 243,238

Economics division including a special contribution not exceeding \$62,000 to the Agricultural Economics Research Council, subject to approval by the Treasury Board

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 860,000			
Transfer from Department of Finance Vote 15 contingencies.....	30,200			
		(1) 890,200	881,700	850,993
Overtime.....		(1) 500	500	465
Allowances.....		(2) 8,000	8,000	7,067
A Professional and special services.....		(4) 20,600	17,600	12,064
Travelling and removal expenses.....		(5) 45,500	41,800	37,786
Freight, express and cartage.....		(6) 400	490	395
Postage.....		(7) 100	110	110
Telephones and telegrams.....		(8) 6,000	9,000	8,610
Publication of departmental reports and other material.....		(9) 22,000	21,000	15,719
Office stationery, supplies and equipment.....		(11) 12,700	16,700	15,320
Materials and supplies.....		(12) 1,900	1,900	321
B Acquisition of equipment.....		(16) 6,200	6,700	6,676
Repairs and upkeep of equipment.....		(17) 3,500	3,600	3,525
Special contribution to the Agricultural Economics Research Council.....		(20) 62,000	62,000	20,000
Sundries.....		(22) 200	200	125
		\$ 1,071,300	\$ 1,071,300	\$ 979,176

This sub-vote was provided for expenditures in connection with the collection, analysis and interpretation of economic information as applied to agricultural products for use in formulating departmental policies; and to make available information on the marketing of agricultural products for the benefit of producers, the trade and consumers.

A Payments by services with individual payments of \$2,000 or over were:

Commissionaire services \$11,978—Canadian Corps of Commissionaires Montreal \$11,978.

B Included transportation equipment \$6,661.

Total Vote 1.....	\$ 4,266,000	\$ 4,266,000	\$ 3,936,701
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RESEARCH

Vote 5 Administration, operation and maintenance including Canada's fee for membership in the International Society for Horticultural Science, an amount of \$145,000 for grants in aid of agricultural research in universities and other scientific organizations in Canada and the costs of publishing departmental research papers as supplements to the <i>Canadian Entomologist</i>	25,774,000
Transfer from Department of Finance Vote 15 contingencies.....	1,853,600
	<u>27,627,600</u>
Expenditures.....	<u>\$27,611,804</u>

Total revenue arising from the above expenditures amounted to \$1,191,677.

Expenditures included an ex-gratia payment of \$100 or over as follows:

Particulars and payee	Authority	Amount
Compensation for annual leave credits.		
R V J Evensen.....	P.C. 1965-4/2175 December 8, 1965.....	\$ 191

Branch administration including Canada's fee for membership in the International Society for Horticultural Science and \$145,000 for grants in aid of agricultural research in universities and other scientific organizations in Canada

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 1,611,000		
Transfer from Department of Finance Vote 15 contingencies.....	158,100		
	(1) 1,769,100	1,549,600	1,549,299
Overtime.....	(1) 14,500	19,550	18,313
Allowances.....	(2) 22,500	22,500	22,388
A Professional and special services.....	(4) 55,000	61,000	60,852
Travelling and removal expenses.....	(5) 58,000	39,300	38,840
Freight, express and cartage.....	(6) 13,000	14,600	14,540
Postage.....	(7) 3,000	20,400	20,249
Telephones and telegrams.....	(8) 17,000	36,200	36,133
Publication of departmental reports and other material.....	(9) 145,000	145,000	144,804
Office stationery, supplies, equipment and furnishings.....	(11) 32,000	323,000	322,971
Materials and supplies.....	(12) 115,000	87,300	87,153
Repairs and upkeep of buildings and works.....	(14) 40,000	33,200	33,129
Repairs and upkeep of equipment.....	(17) 40,000	45,150	45,106
Rental of equipment.....	(18) 5,000	3,100	3,089
Grants in aid of agricultural research.....	(20) 145,000	145,000	145,000
Membership in the International Society for Horticultural Science.....	(20) 300	370	361
Unemployment insurance contributions.....	(21) 200	1,700	1,637
Sundries.....	(22) 4,000	5,100	5,040
	<u>\$ 2,311,100</u>	<u>\$ 2,552,070</u>	<u>\$ 2,548,904</u>

A Payments by services with individual payments of \$2,000 or over were:

Commissionaire services \$55,666—Canadian Corps of Commissionaires Montreal \$55,666.

Refuse disposal \$3,000—Ottawa Sanitation Services Ottawa \$2,720.

Institutes, stations, farms, laboratories and services—Operation and maintenance including the costs of publishing departmental research papers as supplements to the Canadian Entomologist

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$17,719,000		
Transfer from Department of Finance Vote 15 contingencies.....	1,695,500		
	(1) 19,414,500	19,754,500	19,751,414
Overtime.....	(1) 230,000	212,500	210,859
Allowances.....	(2) 123,000	107,000	106,211
A Professional and special services.....	(4) 293,000	281,500	281,324
Travelling and removal expenses.....	(5) 550,000	586,000	582,047

	Estimates	Allotments	Expenditures
Freight, express and cartage	(6) 65,000	52,700	52,582
Postage	(7) 17,000		
Telephones and telegrams	(8) 108,000	122,000	121,852
Publication of departmental reports and other material	(9) 177,500		
Office stationery, supplies, equipment and furnishings	(11) 270,000		
Materials and supplies	(12) 1,360,000	1,395,200	1,395,138
Fuel for heating	(12) 265,000	208,000	207,980
Feed for livestock	(12) 760,000	748,000	747,783
Repairs and upkeep of buildings and works	(14) 455,000	432,900	432,646
Rental of land and buildings	(15) 90,000	64,630	64,585
Repairs and upkeep of equipment	(17) 361,000	375,000	374,187
Rental of equipment	(18) 70,000	64,000	62,920
Municipal or public utility services	(19) 655,000	616,000	615,856
Unemployment insurance contributions	(21) 2,500	400	328
Sundries	(22) 50,000	55,200	55,188
	<u>\$25,316,500</u>	<u>\$25,075,530</u>	<u>\$25,062,900</u>

This sub-vote was provided for expenditures in connection with the maintenance and operation of 8 research institutes, 3 research services, 14 research stations, 25 experimental farms, 2 research laboratories, 1 fur ranch, 26 substations and 110 project farms, the latter being located on privately owned farms throughout Canada the owners of which have entered into co-operative agreements with the department to carry on specific work under direction.

Revenue arising from the above expenditures amounted to \$1,191,677 and consisted of *Privileges, licences and permits* \$173,278—house rentals \$171,954, sundries \$1,324; *Proceeds from sales* \$1,005,565—land \$17,500, produce \$608,557, livestock \$374,566, sundries \$4,942; *Services and service fees*—\$6,062; *Miscellaneous*—\$6,772.

A Payments by services with individual payments of \$2,000 or over were:

Artificial insemination \$5,018.

Chemical analysis of feed samples \$3,136—Coast Eldridge Engineers & Chemicals Ltd Vancouver \$2,605.

Commissionaire services \$35,961—Canadian Corps of Commissionaires Montreal \$34,639.

Janitor services \$146,587—American Building Maintenance Co Ltd Vancouver \$11,856, Best Cleaners & Contractors Vancouver \$5,196, Commercial Cleaning Service St Catharines Ont \$2,040, Mrs Simone Demers North Kamloops B C \$2,100, Hunt Bros Peterborough Limited Belleville Ont \$10,715, Independent Cleaning Services Limited Ottawa \$33,641, R L Kilburn Ltd Fredericton \$15,216, Modern Building Cleaning Service of Canada Limited Winnipeg \$42,699, Modern Janitorial Service Windsor Ont \$6,887, W L Potter West Summerland B C \$7,140, William Rosier Chatham Ont \$2,750.

Landscaping service \$7,617—Acme Tree Specialists Ottawa \$3,687, Cedarvale Tree Service Ltd Toronto \$2,707.

Maintenance of roads \$4,000—Hartland Cartage Fort Garry Manitoba \$4,000.

Services in connection with feed analysis project \$6,998—E W Crampton Senneville Que \$3,498, United States Data Computing Centre Logan Utah \$3,500.

Service in connection with revision of building plans \$10,000—Ontario Agricultural College Guelph Ont \$10,000.

Veterinary services \$8,465.

Further details are contained in the following distribution of expenditure which was maintained during the fiscal year under authority of Treasury Board.

	Estimates	Allotments	Expenditures
Research co-ordination and services		845,384	
Co-ordination and supporting services			259,522
Analytical chemistry service			226,538
Engineering research service			229,545
Statistical research service			128,725
		<u>845,384</u>	<u>844,330</u>
Research institutes		5,706,721	
Animal research institute			1,216,605
Plant research institute			1,199,341
Soil research institute			671,573
Food research institute			410,360
Microbiology research institute			225,627
Entomology research institute			829,294
Research institute, London			541,127
Research institute, Belleville			611,792
		<u>5,706,721</u>	<u>5,705,719</u>

	Estimates	Allotments	Expenditures
Research establishments—eastern.....		7,792,334	
St John's West.....			225,641
Charlottetown.....			553,860
Summerside.....			49,825
Kentville.....			806,582
Nappan.....			406,684
Fredericton.....			1,143,994
Ste Anne de la Pocatiere.....			495,662
Normandin.....			174,129
Caplan.....			59,695
St Jean.....			343,347
Lennoxville.....			506,802
L'Assomption.....			208,473
Ottawa.....			942,884
Kapuskasing.....			234,495
Smithfield.....			152,372
Fort William.....			30,741
Harrow.....			645,549
Woodslee.....			74,175
Vineland.....			313,650
Chatham.....			153,246
Delhi.....			240,383
Fort Chimo.....			24,874
		7,792,334	7,787,063
Research establishments—western.....		10,731,091	
Winnipeg.....			893,197
Brandon.....			537,306
Morden.....			371,586
Saskatoon.....			734,297
Scott.....			164,880
Melfort.....			326,275
Swift Current.....			1,015,497
Regina.....			214,909
Indian Head.....			268,088
Lethbridge.....			2,251,444
Lacombe.....			683,019
Edmonton.....			14,507
Beaverlodge.....			371,211
Fort Vermilion.....			97,571
Fort Simpson.....			48,767
Prince George.....			246,463
Summerland.....			876,670
Kamloops.....			294,538
Agassiz.....			493,252
Vancouver.....			441,796
Saanichton.....			258,071
Mile 1019 Alaska Highway.....			122,444
		10,731,091	10,725,788
		\$ 25,075,530	\$ 25,062,900
Total Vote 5.....	\$ 27,627,600	\$ 27,627,600	\$ 27,611,804

Vote 10 Construction or acquisition of buildings, works, land and equipment.....	5,391,000
Expenditures.....	\$ 4,980,748

	Estimates	Allotments	Expenditures
A Construction or acquisition of buildings, works and land	3,941,000		
Eastern region			
Main projects.....		2,229,125	1,992,585
Newfoundland			
St. John's West—Office laboratory and header-house			
*Contract (1964-65): Cameron Contracting Limited \$629,399, expenditure \$541,916, to date \$610,470 including holdbacks \$29,213.			
Quebec			
Quebec—purchase of land from Laval University \$184,680.			

		Estimates	Allotments	Expenditures
Ontario				
Vineland—Office laboratory and headerhouse				
*Contract (1964-65): Noren Construction Limited \$1,549,065, expenditure \$855,260, to date \$940,092 including holdbacks \$47,005.				
Own labour forces				
Projects under \$15,000			24,830	24,436
Dwellings			15,000	109
Ottawa region				
Main projects			180,300	120,984
Own labour forces				
Projects under \$15,000			83,200	34,717
Western region				
Main projects			1,283,085	1,234,852
Manitoba				
Brandon—Beef cattle barn				
*Contract: Pearson Construction Company Limited \$105,949, expenditure \$44,638 including holdbacks \$2,232.				
Winnipeg—completion of cereal growth chamber building				
*Contract (1963-64): Surety Construction Company \$368,673, expenditure \$3,951, to date \$368,673 (final).				
Saskatchewan				
Swift Current—				
Office laboratory and headerhouse				
*Contract (1962-63): MacWilliam Construction Co Ltd \$2,530,475, expenditure \$33,399, to date \$2,530,475 (final).				
Four greenhouses				
Contract (1964-65): Lord & Burnham Co Ltd \$157,326, expenditure \$84,438, to date \$157,326 (final) (amends reporting in Public Accounts 1964-65).				
Alberta				
Lacombe—Farrowing barn				
Contract: Ellis Construction Limited \$246,215, expenditure \$178,752 including holdbacks \$8,938.				
British Columbia				
Vancouver—				
Headerhouse				
*Contract: Brockbank and Hemingway Limited \$231,008, expenditure \$231,000 including holdbacks \$9,432.				
Two double greenhouses				
Contract: Lord & Burnham Co Ltd \$162,068, expenditure \$150,200 including holdbacks \$7,510.				
Own labour forces				
Projects under \$15,000			65,460	63,572
Total construction or acquisition of buildings, works and land				
	(13)	3,941,000	3,881,000	3,471,205
B Construction or acquisition of equipment	(16)	1,450,000	1,510,000	1,509,543
		<u>\$ 5,391,000</u>	<u>\$ 5,391,000</u>	<u>\$ 4,980,748</u>

*Awarded through Department of Public Works.

A Included consultant fees \$17,572—Beatson-Stevens-Associates Calgary Alta \$3,011, De Leuw, Cather & Co of Canada Limited St John's \$4,026, McMurtry, Denton & Associates Toronto \$2,644, Smith, Carter, Searle and Associates Brandon Man \$4,387, Wannop, Hirtle & Associates Kelowna B C \$3,504.

B Included: transportation equipment \$185,647, farm equipment \$403,759, scientific equipment \$838,454.

PRODUCTION AND MARKETING

Administration

Vote 15 Administration, operation and maintenance, including the administration of the Agricultural Stabilization Act, contributions to assist in the marketing of agricultural products, subject to the approval of Treasury Board and payment of expenses not exceeding \$132,000 for a travelling Canadian live stock and seed exhibition outside Canada.....	2,110,100
Vote 15b To extend the purposes of Vote 15 of the Main Estimates for 1965-66 to include administration of the supplementary dairy payment program.....	172,000
Vote 15d	32,000
Transfer from Department of Finance Vote 15 contingencies.....	114,300

2,428,400

Expenditures.....**\$ 2,359,849**

Total revenue arising from the above expenditures amounted to \$22,984.

Branch administration including contributions to assist in the marketing of agricultural products, subject to the approval of Treasury Board and payment of expenses not exceeding \$132,000 for a travelling Canadian livestock and seed exhibition outside Canada

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 841,000			
Transfer from Department of Finance Vote 15 contingencies.....	84,400			
		(1) 925,400	922,300	912,123
Overtime.....		(1) 1,700	4,700	4,086
Allowances.....		(2) 3,600	4,365	4,189
Travelling and removal expenses.....		(5) 74,000	81,600	79,495
Freight, express and cartage.....		(6) 1,500	1,100	839
Postage.....		(7) 800	1,185	1,165
Telephones and telegrams.....		(8) 9,700	16,685	16,507
Printing of reports and other material.....		(9) 16,000	13,115	10,411
Office stationery, supplies and equipment.....		(11) 17,500	19,935	17,147
Materials and supplies.....		(12) 4,700	4,405	4,404
A Acquisition of equipment.....		(16) 5,000	5,400	5,314
Repairs and upkeep of equipment.....		(17) 1,800	1,900	1,847
B Contributions to assist in the marketing of agricultural products.....		(20) 20,000	6,400	5,960
Expenses of a travelling livestock and seed exhibition outside Canada.....		(22) 132,000	132,000	124,200
Sundries.....		(22) 3,000	1,610	1,247
		\$ 1,216,700	\$ 1,216,700	\$ 1,188,934

Revenue arising from the above expenditures amounted to \$22,984 and consisted of *Privileges, licences and permits*—\$50; *Proceeds from sales* \$22,515—cattle \$20,496, sundries \$2,019; *Services and service fees*—\$354; *Miscellaneous*—\$65.

A Included transportation equipment \$4,377, scientific equipment \$888.

B Included a contribution toward the cost of financing a Codex Alimentarius Commission—Food and Agriculture Organization Rome Italy \$5,400.

Agricultural Stabilization Act and supplementary dairy payment program administration

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 253,000			
Transfer from Department of Finance Vote 15 contingencies.....	25,900			
		(1) 278,900	275,850	274,740
Overtime.....		(1) 1,500	4,500	4,113
Allowances.....		(2) 50	50	47
A Professional and special services.....		(4) 90,000	85,000	73,496
Travelling and removal expenses.....		(5) 4,500	4,500	2,482
Freight, express and cartage.....		(6) 200	1,100	670
Telephones and telegrams.....		(8) 2,100	2,325	2,275
Office stationery, supplies and equipment.....		(11) 17,000	23,000	18,179
Sundries, including expenses of advisory committee....		(22) 9,000	6,875	1,843
		\$ 403,200	\$ 403,200	\$ 377,845

This sub-vote was provided for expenditures in connection with the administration of the Agricultural Stabilization Board (see appendix 3 to this section). The agricultural commodities stabilization account (see schedule, Departmental Working Capital Advances, in volume I of this report) is maintained in connection with the operation of the Board.

A Payments by services with individual payments of \$2,000 or over were:

Remuneration to processing plants for historical data for verification of claims submitted by producers of manufacturing milk and cream \$23,622—Central Alberta Dairy Pool Calgary Alta \$2,084, Cooperative Agricole de Granby Granby Que \$2,621, Dairy Poultry Cooperative Marketing Association Saskatoon Sask \$2,735, Manitoba Dairy and Poultry Cooperative Limited Winnipeg \$2,456, Northern Alberta Dairy Pool Limited Edmonton \$5,039, Saskatchewan Cooperative Creamery Association Limited Regina \$8,687.

Comptometer services \$2,103—Victor Comptometer Limited Galt Ont \$2,103.

Prairie Farm Assistance Act Administration

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 506,000			
Transfer from Department of Finance Vote 15 contingencies.....	4,000			
		(1) 510,000	510,000	508,813
Travelling and removal expenses.....		(5) 250,000	250,000	242,308
Freight, express and cartage.....		(6) 1,000	1,000	475
Postage.....		(7) 6,000	6,000	6,000
Telephones and telegrams.....		(8) 15,000	15,000	14,685
Office stationery, supplies and equipment.....		(11) 20,000	20,000	15,837
Materials and supplies.....		(12) 1,500	1,500	1,489
Unemployment insurance contributions.....		(21) 1,000	1,000	536
Sundries.....		(22) 4,000	4,000	2,927
		\$ 808,500	\$ 808,500	\$ 793,070

This sub-vote was provided for expenditures in connection with the administration of the payment of awards as provided under the Prairie Farm Assistance Act—see appendix 6 to this section and also Prairie Farm Emergency Fund under the schedule, Deposit and Trust Accounts, in volume I of this report.

Total Vote 15.....	\$ 2,428,400	\$ 2,428,400	\$ 2,359,849
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Vote 17b Grants, contributions and subsidies in the amounts and subject to the terms specified in the sub-vote titles listed in the details of the estimates.....	21,000,000
Vote 17e.....	42,439,500

Expenditures.....	63,439,500
	\$ 60,286,645

Payments to eligible producers for manufacturing milk and cream delivered to plants during the 1964-65 production year, payment to be made on the unit basis of one hundredweight of milk at the rate of

- (a) 25¢ per hundredweight for amounts up to 47,999 pounds,
 - (b) 20¢ per hundredweight for amounts from 48,000 pounds up to 95,999 pounds, and
 - (c) 10¢ per hundredweight for amounts in excess of 95,999 pounds,
- in accordance with terms and conditions prescribed by the Governor in Council*

	Estimates	Allotments	Expenditures
Payments..... (20)	\$21,000,000	\$21,000,000	\$19,210,325

Subsidies for cold storage warehouses under the Cold Storage Act and a grant of \$50,000 to the Cape Breton Co-operative Fisheries

	Estimates	Allotments	Expenditures
Subsidies..... (20)	26,500	26,500	
Grant to the Cape Breton Co-operative Fisheries towards construction of a cold storage warehouse at Alder Point, N S (20)	50,000	50,000	50,000
	\$ 76,500	\$ 76,500	\$ 50,000

Estimated amount required to recoup the agricultural commodities stabilization account to cover the net operating loss of the Agricultural Stabilization Board as at March 31, 1966

	Estimates	Allotments	Expenditures
Expenditure (20)	\$40,700,000	\$40,700,000	\$39,407,199

The above amount which was credited to the agricultural commodities stabilization account (see under schedule Departmental Working Capital Advances, in volume I of this report) represents the net operating loss of the board for the year ended March 31, 1966, exclusive of the cost of services provided by government departments, \$38,089,398 in addition to \$1,317,801 carried forward from 1964-65. A balance sheet and statement of operations is shown in appendix 3 to this section.

Estimated amount required to recoup the agricultural products board account to cover the net operating loss recorded in the account as at March 31, 1966

	Estimates	Allotments	Expenditures
Expenditures (20)	\$ 1,663,000	\$ 1,663,000	\$ 1,619,121

The above amount which was credited to the agricultural products board account (see under schedule Departmental Working Capital Advances, in volume I of this report) represents the net operating loss of the board for the year ended March 31, 1966 exclusive of the cost of services provided by government departments, \$1,618,838 in addition to \$283 carried forward from 1964-65. A balance sheet and statement of operations is shown in appendix 2 to this section.

Total Vote 17	\$63,439,500	\$63,439,500	\$60,286,645
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ANIMAL AND ANIMAL PRODUCTS

Vote 20 Administration, operation and maintenance, including Canada's fee for membership in the International Dairy Federation	6,510,300
Transfer from Department of Finance Vote 15 contingencies	357,300
Expenditures	6,867,600
	\$ 6,685,507

Total revenue arising from the above expenditures amounted to \$1,818,681.

Dairy products division—Operation and maintenance including Canada's fee for membership in the International Dairy Federation

	Estimates	Allotments	Expenditures
Salaries and wages \$ 802,000			
Transfer from Department of Finance Vote 15 contingencies 55,600			
Overtime (1)	857,600	837,600	813,211
Professional and special services (1)	1,100	1,100	188
Travelling and removal expenses (4)	6,000	4,000	862
Freight, express and cartage (5)	110,000	109,000	93,450
Postage (6)	3,000	3,000	1,874
Telephones and telegrams (7)	5,000	5,100	5,095
Publication of reports and other material (8)	10,300	10,300	10,193
Office stationery, supplies and equipment (9)	3,600	3,600	317
Materials and supplies (11)	12,000	14,000	11,865
Acquisition of equipment (12)	16,000	16,000	12,738
Repairs and upkeep of equipment (16)	20,000	21,000	20,786
Membership in the International Dairy Federation (17)	7,000	7,000	5,525
Unemployment insurance contributions (20)	1,400	1,400	1,310
Sundries (21)	500	400	48
	(22)	3,000	2,578
	\$ 1,056,500	\$ 1,036,500	\$ 980,040

This sub-vote was provided for expenditures in connection with the administration of (a) the Dairy Industry Act covering such services as (i) official grading of all cheese and butter sold for export (ii) inspection of packaging and composition of ice cream in accordance with prescribed standards (iii) the supervision of refrigerated car service for butter, cheese and eggs, and the loading and storage of perishable products exported from Canada and their discharge at principal ports in the United Kingdom; (b) the Meat and Canned Foods Act relating to the operation of concentrated milk establishments; and (c) the Cheese and Cheese Factory Improvement Act under which premiums are paid on quality cheese, and subsidies paid on the construction and improvement of cheese factories.

Revenue arising from the above expenditures amounted to \$3,729 and consisted of *Proceeds from sales*—\$3,661; *Services and service fees*—\$68.

A Included: transportation equipment \$17,606, scientific equipment \$3,168.

*Livestock division—Operation and maintenance, including contributions for
livestock improvement; stockyard supervision and furs*

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 2,451,000			
Transfer from Department of Finance Vote 15 contingencies.....	225,000			
		(1) 2,676,000	2,613,000	2,556,906
Overtime.....		(1) 11,700	16,900	16,773
A Professional and special services.....		(4) 21,500	26,500	26,056
Travelling and removal expenses.....		(5) 220,400	240,150	236,590
Freight, express and cartage.....		(6) 7,500	4,500	4,484
Postage.....		(7) 6,100	6,150	6,144
Telephones and telegrams.....		(8) 23,100	23,775	23,701
Publication of reports and other material.....		(9) 9,800	4,800	2,658
Office stationery, supplies and equipment.....		(11) 38,000	37,075	35,539
Printing of premium warrants for high grade hog carcasses and for high grade lamb carcasses.....		(11) 54,800	53,800	53,412
Materials and supplies.....		(12) 10,400	10,950	10,756
Construction or acquisition of buildings and works.....		(13)	8,950	8,937
Lacombe Alta				
Swine test station				
*Contract (1964-65): Alta-West Construction Ltd \$130,688, expenditures \$7,480 to date \$130,688 (final).				
Repairs and upkeep of buildings and works.....		(14) 11,600	14,700	13,854
B Acquisition of equipment.....		(16) 22,400	20,350	18,960
C Purchase of livestock.....		(16) 40,000	39,500	39,427
Repairs and upkeep of equipment.....		(17) 12,000	10,600	10,563
D Contributions for livestock improvement.....		(20) 14,000	14,000	10,425
Unemployment insurance contributions.....		(21) 300	300	190
Sundries.....		(22) 17,000	15,800	15,730
		\$ 3,196,600	\$ 3,161,800	\$ 3,091,105

*Awarded through Department of Public Works.

This sub-vote was provided for the expenditures in connection with the administration of (a) the Live Stock and Live Stock Products Act, (b) The Agricultural Products Standards Act, (c) record of performance service for dairy cattle and poultry, and (d) sire assistance policies.

Revenue arising from the above expenditures amounted to \$286,310 and consisted of *Proceeds from sales* \$37,464—sale of livestock \$37,343, sundries \$121; *Services and service fees* \$247,590—record of performance fees \$247,590; *Miscellaneous*—\$1,256.

A Payments by services with individual payments of \$2,000 or over were:

Consultant's services \$6,532—R O Biggs Dundas Ont \$6,532.

Services in connection with the operation of dairy cow—beef calf enterprises \$18,000—G D Brown Almonte Ont \$18,000.

B Included: transportation equipment \$12,078, farm equipment \$5,385, scientific equipment \$1,156.

C Consisted of payments for the purchase of livestock and expenses of distribution under the sire loan policy (bulls \$39,262, boars \$165).

D Consisted of the following payments:

Grants to horse breeding stations \$450. To be eligible for the maximum grant of \$250 per stallion, a proprietor must own or control three or more stallions which must serve an average of 25 mares.

Sheep fairs, sheep shows, bacon shows, litter competitions and programs for the testing of beef and dairy bulls \$9,975.

Livestock division—Supervision of race track betting

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 63,000			
Transfer from Department of Finance Vote 15 contingencies.....	1,600			
		(1) 64,600	64,600	61,927
A Professional and special services.....		(4) 1,130,200	1,185,000	1,183,631
Travelling and removal expenses.....		(5) 12,000	12,000	6,495
Freight, express and cartage.....		(6) 400	400	355
Postage.....		(7) 400	400	400
Telephones and telegrams.....		(8) 2,000	2,000	1,961
Office stationery, supplies and equipment.....		(11) 5,000	5,000	2,424
B Acquisition of equipment.....		(16) 2,800	2,800	2,461
Sundries.....		(22) 300	300	3
		\$ 1,217,700	\$ 1,272,500	\$ 1,259,657

Revenue arising from the above expenditures amounted to \$1,524,676 and consisted of *Services and service fees*—supervision of betting at race tracks \$1,524,676.

A Payments by services with individual payments of \$2,000 or over were:

Rental and operation of camera equipment \$415,685—Eye in the Sky Hamilton Ont \$32,460, Mendelson Films Limited Toronto \$332,330, Photo Lambert Inc Montreal \$50,895.

Supervision of betting at race tracks \$334,145—Royal Canadian Mounted Police \$334,145.

Veterinary fees for tests on race horses \$433,526—Aberdeen Trotting and Racing Limited Windsor Ont \$6,548, Agricultural Society of the City and County of Saint John Saint John N B \$3,270, Almonte Driving Park Association Limited Belleville Ont \$6,012, Amherstburg Driving Park Association Limited Windsor Ont \$6,614, Ascot Jockey Club Limited Vancouver \$3,884, The Ascot Turf Club Limited Tillsonburg Ont \$8,050, Assiniboia Downs Limited Winnipeg \$2,335, Assiniboia Turf Club Winnipeg \$3,199, Beaverbank Horsemen's Club Halifax \$2,931, Bedford Harness Racing Club Bedford N S \$3,157, The Belleville Driving and Athletic Association Limited Belleville Ont \$8,159, Bible Hill Horsemen's Club Truro N S \$3,325, Blue Acres Horsemen's Club Truro N S \$3,311, Botsford and Westmorland Agricultural Society No 16 Moncton N B \$3,209, Brighthouse Park Limited Vancouver \$3,151, The Brussels Driving Park Association Limited London Ont \$2,032, Calgary Exhibition and Stampede Limited Calgary Alta \$3,708, Calgary Trotting and Pacing Association Limited Calgary Alta \$4,559, Canadian National Exhibition Association London Ont \$4,064, Cape Breton Racing Club Sydney N S \$3,127, Cape Breton Sports Club Sydney N S \$3,092, Central Canada Exhibition Association London Ont \$4,064, Central Turf and Driving Club Richmond B C \$2,874, Charlottetown Driving Park and Provincial Exhibition Association Charlottetown \$3,245, The Chatham Driving Park Company Limited Chatham Ont \$3,850, Chinook Jockey Club Edmonton \$3,997, The Colborne Athletic and Driving Park Association Limited Gloucester Ont \$3,847, Colwood Park Association Limited Vancouver \$2,883, Delta Agricultural Society Ladner B C \$3,913, Delta Trotting and Pacing Association Ladner B C \$3,909, Desoronto Driving Park Association Limited Toronto \$5,717, The Dufferin Park Driving Club Limited Caledonia Ont \$4,629, Edmonton Exhibition Association Limited Edmonton \$7,786, The Essex Racing and Athletic Club Limited Essex Ont \$3,850, Exhibition Association of the City and County of Saint John Saint John N B \$3,274, Exhibition Breeders Association Limited Vancouver \$2,774, The Fort Erie Jockey Club Limited Fort Erie Ont \$8,011, Fredericton Agricultural Society No 34 Fredericton \$3,196, Georgian Turf Club Limited Windsor Ont \$2,183, Goodwood Park Limited Vancouver \$2,974, Greenwood Racing Club Limited Petrolia Ont \$3,969, The Grimsby Driving Park and Athletic Association Limited Gloucester Ont \$3,822, Halifax Harness Horse Club Halifax \$2,149, Halifax Racing Club Halifax \$3,378, The Hamilton Jockey Club Limited Hamilton Ont \$7,802, Island Horsemen's Club Sydney N S \$3,194, The Jockey Club Limited Downsview Ont \$7,808, Kamloops Exhibition Association Ladner B C \$3,075, Kempton Park Limited Vancouver \$2,954, Kenilworth Jockey Club Limited Seaforth Ont \$7,959, King Edward Park and Amusement Company Montreal \$7,623, Kirkfield Park Jockey Club Winnipeg \$2,338, Lansdowne Park Limited Richmond B C \$3,271, Lethbridge and District Exhibition Limited Edmonton \$3,213, Loch Lomond Agricultural Society No 52 Saint John N B \$2,355, Long Branch Jockey Club Limited Sutton Ont \$6,948, Manners-Sutton Agricultural Society No 39 Fredericton \$3,200, The Metropolitan Racing Association of Canada Limited Barrie Ont \$6,389, Montague Trotting Association Charlottetown \$3,206, Montreal Jockey Club Montreal \$7,623, Mount Royal Jockey Club Limited Montreal \$7,600, The Napanee Driving Park Association Limited Napanee Ont \$3,850, Northern Alberta Trotting and Pacing Association Edmonton \$8,066, Orpen-dale Limited Mitchell Ont \$5,512, Ottawa Driving Park Association Limited Ottawa \$2,736, The Peterborough Turf Club Limited Peterborough Ont \$7,923, Preston Driving Park Association Limited Toronto \$2,842, The Preston Springs Racing Association London Ont \$4,053, Prince County Horsemen's Club Summerside P E I \$3,450, Regina Exhibition Association Limited Regina \$3,642, Richibucto Agricultural Society No 13 Moncton N B \$2,946, Sackville Downs Horsemen's Club Halifax \$3,154, Sackville Harness Racing Club Bedford N S \$3,157, Saint John Driving Club Saint John N B \$3,295, Saint Peters Raceway Limited Charlottetown \$3,246, Saint Vital Exhibition Association Winnipeg \$2,917, Salisbury Agricultural Society No 94 Moncton N B \$3,208, Saskatoon Industrial Exhibition Limited Saskatoon \$2,758, The Simcoe Driving Park Association Limited Simcoe Ont \$3,861, South Edmonton Athletic and Sports Association Edmonton \$8,338, Stanley Agricultural Society No 35 Fredericton \$3,205, Steel City Racing Club Sydney N S \$3,207, The Stratford Exhibition and Athletic Company Limited London Ont \$4,105, The Sudbury Riding & Driving Park Association Limited Sudbury Ont \$8,011, Summerside Exhibition and Raceway Limited Summerside P E I \$3,215, The Thorncliffe Park Racing and Breeding Association Limited Simcoe Ont \$8,006, The Tillsonburg Driving Park Association Limited Tillsonburg Ont \$2,713, Truro Horsemen's Club Truro N S \$2,838, Uniacke Harness Racing Club Bedford N S \$3,157, Vernon Jockey Club Limited Vancouver \$2,349, Weldford Agricultural Society No 89 Moncton N B \$3,207, West Coast Jockey Club Limited Vancouver \$2,597, Western Fair Association London Ont \$3,941, Williamstown Driving Park Association Limited Gloucester Ont \$3,850, Windsor Harness Racing Club Bedford N S \$3,157, The Windsor Racing and Athletic Club Limited Windsor Ont \$3,823.

B Consisted of transportation equipment.*Poultry division*

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 1,025,000		
Transfer from Department of Finance Vote 15 contingencies.....	75,100		
	(1) 1,100,100	1,099,900	1,070,304
Overtime.....	(1) 2,000	2,200	2,169
A Professional and special services.....	(4) 7,000	7,500	7,346
Travelling and removal expenses.....	(5) 180,000	173,100	163,486
Freight, express and cartage.....	(6) 2,500	2,650	2,566
Postage.....	(7) 3,500	3,633	3,624
Telephones and telegrams.....	(8) 19,000	18,450	18,436
Publication of reports and other material.....	(9) 24,700	22,300	20,840

		Estimates	Allotments	Expenditures
	Office stationery, supplies and equipment.....	(11) 10,500	12,050	11,212
	Materials and supplies.....	(12) 8,000	14,500	14,402
	Construction or acquisition of buildings and works.....	(13) 6,242	6,242	6,241
	Repairs and upkeep of buildings and works.....	(14) 500	500	486
B	Acquisition of equipment.....	(16) 24,000	21,325	21,271
	Repairs and upkeep of equipment.....	(17) 11,000	9,600	9,570
	Sundries.....	(22) 4,000	2,850	2,752
		<u>\$ 1,396,800</u>	<u>\$ 1,396,800</u>	<u>\$ 1,354,705</u>

This sub-vote was provided for expenditures in connection with the administration of the Live Stock and Live Stock Products Act as it relates to the grading of poultry and eggs and the merchandising of poultry products.

Revenue arising from the above expenditures amounted to \$3,966 and consisted of *Proceeds from sales—\$3,492; Services and service fees—\$424; Miscellaneous—\$50.*

A Payments by services with individual payments of \$2,000 or over were:

Chick sexing \$6,061—E C Elliott Carlsbad Springs Ont \$6,061.

B Included: transportation equipment \$13,677.

Total Vote 20.....	<u>\$ 6,867,600</u>	<u>\$ 6,867,600</u>	<u>\$ 6,685,507</u>
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Vote 25	Grants, contributions and subsidies in the amounts and subject to the terms specified in the sub-vote titles listed in the details of estimates.....	11,829,400
Vote 25b.....		107,000
Vote 25d.....		309,000
		<u>12,245,400</u>
	Expenditures.....	<u>\$11,606,832</u>

Dairy products division—Grants and other assistance in accordance with the Cheese and Cheese Factory Improvement Act

		Estimates	Allotments	Expenditures
A	Subsidies for construction and reconstruction of cheese factories, improving cheese maturing facilities in cheese factories and the standardization of cheese pressing equipment.....	(20) 228,000	208,000	206,641
B	Premiums on high quality cheese.....	(20) 1,488,000	1,508,000	1,504,923
		<u>\$ 1,716,000</u>	<u>\$ 1,716,000</u>	<u>\$ 1,711,564</u>

A The following is a distribution of expenditures by provinces, the number of participating factories being shown in parentheses:

Amalgamation: Ontario (3) \$105,817.

Insulating and/or refrigerating: Prince Edward Island (1) \$9,244, Quebec (4) \$35,180, Ontario (8) \$56,400.

B Rates of payment were one cent per pound on cheese scoring 93 points and two cents on cheese scoring 94 or more points: The following is a distribution of expenditures by provinces, the number of participating factories being shown in parentheses: Prince Edward Island (2) \$10,283, New Brunswick (2) \$1,974, Quebec (40) \$545,076, Ontario (117) \$925,053, Manitoba (3) \$4,522, Alberta (6) \$9,528, British Columbia (2) \$8,487.

Livestock division—Grants to agricultural fairs, exhibitions and museums in accordance with regulations of the Governor in Council; payments pursuant to agreements in force on March 31, 1965, with exhibitions covering the construction of buildings and other major undertakings; and a grant of \$50,000 to the Royal Agricultural Winter Fair, Toronto, and freight assistance on livestock shipments for exhibition thereat

	Estimates	Allotments	Expenditures
Grants to Class "A" and Class "B" fairs.....	895,000	795,000	722,301
Grants to winter and spring fairs.....	99,600	199,600	152,596
Grants to special fairs.....	30,000	30,000	30,000
Grants to agricultural museums.....	6,000	6,000	6,000
General—			
Freight on livestock shipments to and from the Royal Winter Fair, Toronto.....	30,000	60,000	38,426
Building grants—			
Grants to agricultural fairs, exhibitions and museums for construction of buildings and other major undertakings..	75,000	45,000	13,737
	<u>(20) \$ 1,135,600</u>	<u>\$ 1,135,600</u>	<u>\$ 963,060</u>

Livestock division—Grants to agricultural organizations as detailed in the estimates

	Estimates	Allotments	Expenditures
Canadian Seed Growers' Association.....	44,000	44,000	44,000
Canadian Horticultural Council.....	8,400	8,400	8,400
4-H Clubs organized in co-operation with Canadian Council on 4-H Clubs.....	139,000	139,000	138,984
Canadian Council on 4-H Clubs.....	21,000	21,000	20,575
Advanced Registry Board for dairy bulls.....	4,500	4,500	4,500
Canadian National Livestock Records.....	50,000	50,000	45,248
Canadian Hunter, Saddle and Light Horse Improvement Society.....	5,000	5,000	5,000
British Columbia Beef Cattle Growers' Association.....	900	900	900
Canadian Council of Plowing Associations.....	5,000	5,000	5,000
Federated Women's Institutes of Canada.....	10,000	10,000	10,000
	(20)\$ 287,800	\$ 287,800	\$ 282,607

Livestock division—Premium warrants for high grade hog carcasses and for high grade lamb carcasses subject to the terms specified in Agriculture Vote 25, Appropriation Act No. 10, 1964

	Estimates	Allotments	Expenditures
Quality premiums on high grade hog and lamb carcasses.....	(20)\$ 9,106,000	\$ 9,106,000	\$ 8,649,601

Payments to producers, of premiums for hogs and lambs, were made by means of warrants issued at packing plants and other approved abattoirs and which are negotiated at par at chartered banks. The rate of premium for hogs was \$3 per head on "A" Grade carcasses. The rates of premium for lambs were \$2 per head on "Canada Choice Class 1" carcasses and \$1 per head on "Canada Good Class 1" carcasses.

The following is a statement of expenditures from the inception of the policies:

	1965-66			To date		
	Lambs	Hogs	Total	Lambs	Hogs	Total
Maritimes.....	20,342	392,182	412,524	112,509	4,947,224	5,059,733
Quebec.....	50,870	1,812,559	1,863,429	322,256	30,767,661	31,089,917
Ontario.....	131,236	3,038,401	3,169,637	738,167	53,844,212	54,582,379
Manitoba.....	67,265	756,568	823,833	431,734	16,550,004	16,981,738
Saskatchewan.....	9,672	424,764	434,436	78,144	9,510,618	9,588,762
Alberta.....	86,722	1,582,701	1,669,423	563,828	26,788,018	27,351,846
British Columbia.....	44,473	231,846	276,319	364,443	6,176,920	6,541,363
	410,580	8,239,021	8,649,601	2,611,081	148,584,657	151,195,738
Refunds credited to Non-Tax Revenue—Refunds of previous year's expenditure.....		2,966	2,966		4,113	4,113
	<u>\$ 410,580</u>	<u>\$ 8,236,055</u>	<u>\$ 8,646,635</u>	<u>\$ 2,611,081</u>	<u>\$ 148,580,544</u>	<u>\$ 151,191,625</u>
Total Vote 25.....				<u>\$ 12,245,400</u>	<u>\$ 12,245,400</u>	<u>\$ 11,606,832</u>

Plant and Plant Products

Vote 30 Administration, operation and maintenance.....	6,049,100
Transfer from Department of Finance Vote 15 contingencies.....	360,000
	<u>6,409,100</u>
Expenditures.....	<u>\$ 6,206,900</u>

Total revenue arising from the above expenditures amounted to \$660,302.

Fruit and vegetable division including maple products and honey—Operation and maintenance

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 1,687,000		
Transfer from Department of Finance Vote 15 contingencies.....	98,200		
	(1) 1,785,200	1,842,400	1,765,275
Overtime.....	(1) 87,400	87,400	83,548

		Estimates	Allotments	Expenditures
A	Professional and special services.....	(4) 2,000	5,000	4,777
	Travelling and removal expenses.....	(5) 161,000	188,525	186,745
	Freight, express and cartage.....	(6) 3,000	2,300	2,290
	Postage.....	(7) 4,500	4,640	4,629
	Telephones and telegrams.....	(8) 19,500	22,200	22,198
	Publication of reports and other material.....	(9) 43,400	30,150	29,957
	Office stationery, supplies and equipment.....	(11) 15,000	15,150	14,656
	Materials and supplies.....	(12) 3,500	5,050	4,411
	Construction or acquisition of buildings and works.....	(13) 1,000		
	Repairs and upkeep of buildings and works.....	(14) 600	85	4
B	Acquisition of equipment.....	(16) 24,000	27,000	26,620
	Repairs and upkeep of equipment.....	(17) 14,000	10,775	10,390
	Municipal or public utility services.....	(19) 500	275	127
	Unemployment insurance contributions.....	(21) 300		
	Sundries.....	(22) 2,000	950	805
		<u>\$ 2,166,900</u>	<u>\$ 2,241,900</u>	<u>\$ 2,156,432</u>

This sub-vote was provided for expenditures in connection with the administration of the Fruit, Vegetables and Honey Act, the Maple Products Industry Act and the Meat and Canned Foods Act as it pertains to fruit and vegetables.

Revenue arising from the above expenditures amounted to \$352,659 and consisted of *Privileges, licences and permits* \$26,899—licence fees \$26,899; *Services and service fees* \$322,956—inspection fees \$315,595, grading fees \$7,315, sundries \$46; *Miscellaneous*—\$2,804.

A Included legal fees \$2,509.

B Included transportation equipment \$26,177.

Plant products division—Operation and maintenance including seeds, feeds, fertilizers, insecticides and fungicides control

		Estimates	Allotments	Expenditures
	Salaries and wages.....	\$ 1,834,000		
	Transfer from Department of Finance Vote 15 contingencies.....	142,000		
		(1) 1,976,000	1,911,000	1,892,037
	Overtime.....	(1) 2,300	4,625	4,568
A	Professional and special services.....	(4) 27,500	24,100	23,857
	Travelling and removal expenses.....	(5) 156,400	131,790	131,339
	Freight, express and cartage.....	(6) 7,000	5,045	4,982
	Postage.....	(7) 6,500	6,565	6,559
	Telephones and telegrams.....	(8) 14,100	15,800	15,786
	Publication of reports and other material.....	(9) 2,500	1,000	525
	Office stationery, supplies and equipment.....	(11) 49,600	44,750	42,438
	Materials and supplies.....	(12) 54,500	54,100	53,860
B	Acquisition of equipment.....	(16) 75,000	129,625	128,580
	Repairs and upkeep of equipment.....	(17) 26,700	14,600	14,338
	Municipal or public utility services.....	(19) 100	100	
	Unemployment insurance contributions.....	(21) 500	300	202
	Sundries.....	(22) 5,200	5,500	5,486
		<u>\$ 2,403,900</u>	<u>\$ 2,348,900</u>	<u>\$ 2,324,557</u>

This sub-vote was provided for expenditures of the Plant Products Division which administers the acts respecting seeds, feeding stuffs, fertilizers, pest control products, hay and straw, flax fibres and binder twine, and carries out policies for the improvement and distribution of these products. This division also administers the lime assistance policy.

Revenue arising from the above expenditures amounted to \$299,280 and consisted of *Privileges, licences and permits* \$82,852—licence fees \$82,852; *Proceeds from sales* \$16,309—sale of tags \$16,203, sundries \$106; *Services and service fees* \$198,357—inspection fees \$122,122, seed testing \$76,208, sundries \$27; *Miscellaneous*—\$1,762.

A Payments by services with individual payments of \$2,000 or over were:

Analysts' fees \$12,126—George R Smith Truro N S \$11,869.

Commissionaire services \$10,214—Canadian Corps of Commissionaires Montreal \$10,214.

B Included: scientific equipment \$88,549, transportation equipment \$39,829.

Plant protection division—Operation and maintenance

		Estimates	Allotments	Expenditures
Salaries and wages	\$ 1,171,000			
Transfer from Department of Finance Vote 15 contingencies	119,800			
		(1) 1,290,800	1,320,850	1,317,703
Overtime		(1) 12,000	19,000	18,994
Professional and special services		(4) 18,000	2,900	2,756
Travelling and removal expenses		(5) 136,000	171,650	169,879
Freight, express and cartage		(6) 1,000	1,710	1,672
Postage		(7) 2,000	2,100	2,100
Telephones and telegrams		(8) 11,000	17,500	17,491
Publication of reports and other material		(9) 800	1,000	926
Office stationery, supplies and equipment		(11) 23,000	27,790	26,642
Materials and supplies		(12) 20,100	35,200	33,636
A Construction or acquisition of buildings, works and land		(13) 263,000	112,850	33,338
Repairs and upkeep of buildings and works		(14) 1,500	1,500	1,208
Rental of buildings		(15) 1,000	1,500	1,260
B Acquisition of equipment		(16) 37,000	68,750	66,115
Repairs and upkeep of equipment		(17) 13,500	18,100	18,088
Rental of equipment		(18) 2,000	11,800	11,168
Municipal or public utility services		(19) 4,000	1,500	1,353
Unemployment insurance contributions		(21) 400	400	44
Sundries		(22) 1,200	2,200	1,538
		\$ 1,838,300	\$ 1,818,300	\$ 1,725,911

This sub-vote was provided in connection with the enforcement of the Destructive Insect and Pest Act and regulations made thereunder in respect of the import and export of plants and plant products and the eradication or control of foreign insect pests and plant diseases when infestation has taken place in Canada.

Revenue arising from the above expenditures amounted to \$8,363 and consisted of *Services and service fees* \$8,263—fumigation fees \$8,099, sundries \$164; *Miscellaneous*—\$100.

A Included consultant's fees \$5,670—MacKenzie & Associates Ottawa \$5,670.

B Included: transportation equipment \$44,390, scientific equipment \$19,539.

Total Vote 30	\$ 6,409,100	\$ 6,409,100	\$ 6,206,900
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Vote 35 Grants, contributions and subsidies as detailed in the estimates	1,823,900
Vote 35b	350,000
Vote 35d	10,450,000
Vote 35e	20,900
	12,644,800
Expenditures	\$ 10,208,916

The variation between the appropriation and expenditures charged thereto was due to the provinces not submitting claims as anticipated.

Plant products division—Agricultural lime assistance

	Estimates	Allotments	Expenditures
Assistance	(20) \$ 1,608,900	\$ 1,608,900	\$ 1,602,432

P.C. 1958-6/336, March 4, 1958, authorized the Minister of Agriculture to pay to the governments of the six eastern provinces and to British Columbia, a subsidy not to exceed 60 per cent of the total amount expended by the provinces for any direct activity in increasing lime utilization for soil amendment purposes.

Payments were made as follows: Newfoundland \$8,732, Nova Scotia \$109,500, Prince Edward Island \$65,800, New Brunswick \$100,000, Quebec \$1,205,000, Ontario \$42,500, British Columbia \$70,900.

Plant protection division—Contributions to the Provinces of Ontario and Quebec in accordance with terms and conditions prescribed by the Governor in Council, of one-half the amounts paid by the provinces for barberry eradication

	Estimates	Allotments	Expenditures
Contributions	(20) \$ 215,000	\$ 215,000	\$ 98,953

Payments were made as follows: Quebec \$9,227, Ontario \$89,726.

Plant products division—Contributions to provinces with which the Minister of Agriculture has entered into cost-sharing arrangements, of one-half of the amounts paid by those provinces in respect of the transport of fodder and haying equipment and the movement of cattle to feed in the period from the first day of July, 1964 to the fifteenth day of May, 1965

		Estimates	Allotments	Expenditures
Contributions.....	(20)	\$ 350,000	\$ 350,000	\$ 278,356

Payments were made as follows: Quebec \$132,909, Ontario \$122,829, Manitoba \$18,346, Saskatchewan \$4,272.

Plant products division—Contributions to Ontario, Quebec and New Brunswick in accordance with terms and conditions prescribed by the Minister of Agriculture, of one-half of the aggregate of amounts paid by each such province in assisting eligible livestock producers, who were affected by adverse weather conditions, to obtain feed during the period May 16, 1965 to May 31, 1966

		Estimates	Allotments	Expenditures
Contributions.....	(20)	\$ 7,750,000	\$ 7,750,000	\$ 5,535,946

Payments were made as follows: New Brunswick \$109,044, Quebec \$2,726,902, Ontario \$2,700,000.

Plant products division—Contribution to British Columbia, in accordance with terms and conditions prescribed by the Minister of Agriculture, of one-half of the aggregate of amounts paid by the province to eligible tree fruit and grape producers, or in respect of such producers, as a result of vine, fruit tree and crop losses incurred by such producers during the period December 1, 1964 to November 30, 1965; and to authorize, in accordance with terms and conditions prescribed by the Minister of Agriculture, a contribution to the province in respect of the administrative costs incurred in making such payments to producers

		Estimates	Allotments	Expenditures
Contribution	(20)	\$ 1,500,000	\$ 1,500,000	\$ 1,000,000

Plant products division—Payments, in accordance with terms and conditions prescribed by the Minister of Agriculture, to eligible producers in Lake St John and Abitibi-Temiskaming regions of Quebec, in respect of the aggregate loss of agricultural income suffered by all producers in each such region during the period July 1, 1964 to June 30, 1965, total payments to all such eligible producers not to exceed the lesser of \$1 million or one-half the amount required to bring the aggregate of the agricultural income in each such region in the aforementioned period up to 66% of the aggregate of the agricultural income of each such region in the twelve-month period commencing July 1, 1963 and ending June 30, 1964

		Estimates	Allotments	Expenditures
Payments.....	(20)	\$ 1,000,000	\$ 1,000,000	\$ 988,794

Plant protection division—Compensation, pursuant to the Destructive Insect and Pest Act, in respect of any crop destroyed in accordance with that act

		Estimates	Allotments	Expenditures
Compensation.....	(20)	\$ 200,000	\$ 200,000	\$ 180,227

Payments as a result of an infestation of the golden nematode were: H Dickert Weston Ont \$90, Jerry Hasek Nurseries Pickering Ont \$259, M Jeffrey Saanichton B C \$11,927, G W R Michell Saanichton B C \$3,346, R D F Michell Victoria \$15,083, R & G Michell Victoria \$29,989, A Moeykens Saanichton B C \$9,264, H Mow Victoria \$15,337, P C Spek Victoria \$31,703, W Taylor Saanich B C \$10,079, J Thompson Sr Saanich B C \$3,455, J H Thompson Victoria \$16,141, J J Thompson Victoria \$3,077, Timm Enterprises Oakville Ont \$5,396, G A Van-treight Victoria \$25,081.

Contributions to Quebec in accordance with terms and conditions prescribed by the Minister of Agriculture of one-half of the aggregate amounts paid by the province in assisting eligible agricultural producers who were affected by adverse weather conditions in 1964

		Estimates	Allotments	Expenditures
Contributions.....	(20)	\$ 550,000	\$ 550,000	\$ 503,376

Contribution to Alberta for expenses incurred in the period April 15, 1964 to March 31, 1965, in respect of crop insurance in the amount that would otherwise have been paid if the agreement entered into by Canada pursuant to the Crop Insurance Act on the 1st day of April, 1965, with Alberta had been entered into on the 15th day of April, 1964

	Estimates	Allotments	Expenditures
Contribution..... (20)	\$ 20,900	\$ 20,900	\$ 20,832
Total.....	13,194,800	13,194,800	10,208,916
Less—Funds available in the Supplementary Estimates (D), 1965-66..... (34)	550,000	550,000	
Total Vote 35.....	\$12,644,800	\$12,644,800	\$10,208,916

HEALTH OF ANIMALS

Vote 40 Administration, operation and maintenance including Canada's fee for membership in the Office International des Epizooties and authority, notwithstanding the Financial Administration Act, to spend revenue received during the year from packers requiring special services.....	12,756,000
Vote 40b.....	280,000
Vote 40e.....	216,000
Transfer from Department of Finance Vote 15 contingencies.....	614,500
Expenditures.....	13,866,500
	\$ 13,864,594

	Estimates	Allotments	Expenditures
Salaries and wages..... \$ 9,575,000			
Transfer from Department of Finance Vote 15 contingencies..... 614,500			
Overtime..... (1)	10,189,500	10,058,300	10,030,660
Allowances..... (1)	685,000	1,003,000	1,001,574
A Professional and special services..... (2)	6,600	8,100	7,307
Travelling and removal expenses..... (4)	880,500	877,000	876,147
Freight, express and cartage..... (5)	780,000	742,000	740,994
Postage..... (6)	60,000	69,800	69,775
Telephones and telegrams..... (7)	34,000	34,650	34,605
Publication of reports and other material..... (8)	66,000	86,950	86,668
Office stationery, supplies and equipment..... (9)	18,000	9,600	9,519
Materials and supplies..... (11)	108,000	110,000	109,737
Vaccine for control of brucellosis..... (12)	315,000	413,500	412,312
B Construction or acquisition of buildings, works and land..... (12)	340,000	279,000	278,651
Grosse Ile Quebec..... (13)	501,000	526,900	526,850
Maximum security animal quarantine station			
*Contract: Rigid Structures Inc \$535,339, expenditure \$469,925.			
Lethbridge Alberta			
Administration building			
*Contract (1964-65): Arias (Spanish) Construction Ltd \$161,946, expenditure \$24,900, to date \$161,946 (final).			
Repairs and upkeep of buildings and works..... (14)	70,000	33,300	32,733
Rental of land, buildings and structures..... (15)	8,000	8,500	8,494
C Acquisition of equipment..... (16)	183,000	217,000	216,406
Repairs and upkeep of equipment..... (17)	70,000	86,000	85,006
Municipal or public utility services..... (19)	13,000	14,500	14,176
Membership in the Office International des Epizooties.. (20)	5,600	5,000	4,972
Unemployment insurance contributions..... (21)	3,300	3,400	3,398
Sundries..... (22)	95,000	118,000	117,142
	14,431,500	14,704,500	14,667,126

	Estimates	Allotments	Expenditures
<i>Less</i> —Amount recoverable from packers requiring special services. (34)	565,000	822,000	787,449
<i>Less</i> —Amount recoverable from the Government of the United States in connection with a foreign animal diseases diagnosticians training course at Grosse Ile, Que. (34)		16,000	15,083
	565,000	838,000	802,532
	<u>\$13,866,500</u>	<u>\$13,866,500</u>	<u>\$13,864,594</u>

***Awarded through Department of Public Works.**

This vote was provided for expenditures in connection with (a) the administration of the Animal Contagious Diseases Act, and regulations thereunder to protect Canadian live stock from foreign animal diseases and to eradicate or control such diseases when contracted in Canada; (b) the administration of the Meat and Canned Foods Act, and regulations thereunder, governing the inspection of meats at packing plants; and (c) research and experimental studies of animal and poultry diseases, related investigations and laboratory diagnosis, and the manufacture of relevant biological products.

Revenue arising from the above expenditures amounted to \$28,432 and consisted of *Privileges, licences and permits* \$15,513—house rentals \$15,513; *Proceeds from sales* \$11,666—sale of live stock \$10,505, sundries \$1,161; *Services and service fees*—\$741; *Miscellaneous*—\$512.

A Payments by services with individual payments of \$2,000 or over were:

Boarding house operations \$4,654—Mrs Raymonde Bernier Grosse Ile Que \$3,574.

Cattle back tagging for brucellosis control \$122,457—Province of Alberta \$2,117, William Carruthers Edmonton \$5,918, W H Dougan Lethbridge Alta \$2,286, Hubert Fleury Montreal \$8,477, Ernest Frappier Montreal \$3,509, Carl Graham Swift Current Sask \$2,407, Leslie Halcro Saskatoon Sask \$2,273, Walter Kalynchuk Winnipeg \$7,720, Kitchener Stock Yards Co Limited Kitchener Ont \$4,160, Saskatchewan Wheat Pool North Battleford Sask \$2,105, Bruce Souster Delisle Sask \$4,310.

Janitor services—\$4,985.

Veterinary services \$742,694—A W Addison Minnedosa Man \$3,145, G E Alexander Selkirk Man \$3,441, D Anderson Saskatoon Sask \$2,305, Y Aubre Quebec \$4,181, J M Barrette Sutton Que \$6,438, R Beauchemin Quebec \$7,215, J Belanger Plessisville Que, \$7,197, R Berube Montmagny Que \$3,367, R Birdsall Henribourg Sask \$2,552, D Blondin Levis Que \$6,068, M A Boulanger Mont Joli Que \$6,216, F Bouliane Chicoutimi Que \$3,478, E Breton Warwick Que \$2,007, J M Brewitt Prince Albert Sask \$6,642, D Brochu Lac Etchemin Que \$2,627, G Brousseau Rimouski Que \$7,095, E L Brown Moose Jaw Sask \$2,063, J J Brown Vermilion Alta \$3,367, K Bruveris Kelvington Sask \$2,979, B Brzozowski Edmonton \$2,820, W S Bulmer Ponoka Alta \$3,154, R S Butler Dauphin Man \$5,661, W T Carlyle Edmonton \$2,461, J Caumartin Victoriaville Que \$4,810, T J Cencora Humboldt Sask \$2,794, B Chouinard Quebec \$6,753, D C Christie Port Perry Ont \$4,616, C L Coghlin Listowel Ont \$2,285, J Demers Nicolet Que \$4,496, J N Demers Nicolet Que \$4,977, D Dery Rimouski Que \$7,141, J Desrosiers Disraeli Que \$4,930, J U Dincl Valleyfield Que \$2,350, M H Dudgeon Orangeville Ont \$4,301, B Dumas Rimouski Que \$3,182, J R Duncan Dauphin Man \$4,052, S I Egan Brooklin Ont \$6,346, A R Elliott Camrose Alta \$3,728, W M Esler Winnipeg \$2,547, D C Evans Brooks Alta \$2,221, J G Fafard Chicoutimi Que \$4,181, D A B Finley Shoal Lake Man \$2,368, A G Frew Waterford Ont \$2,479, G Gagnon La Pocatiere Que \$3,987, R Gagnon Rimouski Que \$5,874, M Gauthier Drummondville Que \$5,180, R Giguere Lotbiniere Que \$5,828, G E Gilbertson Brantford Ont \$6,364, J Girard Drummondville Que \$3,626, G F Godkin Innisfail Alta \$3,478, J Gosselin St Jean Que \$2,016, J Gourgues Levis Que \$5,051, L E Greenaway Kamloops B C \$2,257, A Guillothe Waterloo Que \$3,154, B Gutzmann Saskatoon Sask \$3,571, D C Hargrave Brooks Alta \$3,808, W G Harrison Stettler Alta \$5,115, M S Hassan Winnipeg \$2,072, E Haworth Rockyford Alta \$2,433, W H Henderson Penticton B C \$3,811, J P Hiebert Lethbridge Alta \$3,756, G Hudon Richmond Que \$6,660, J G Huneault Montebello Que \$4,218, A Ife Prince Albert Sask \$2,002, A E Ings Montague P E I \$3,349, R P Jobin La Guadeloupe Que \$4,875, H D Johnson Carnduff Sask \$3,518, G A Jones Cardston Alta \$3,441, S K Joshi Edmonton \$2,340, J Jourdain Riviere du Loup Que \$3,700, S P Kavanaugh North Bay Ont \$4,070, J A Kessler Earl Grey Sask \$3,469, H Kunnen Maple Creek Sask \$4,440, P Kurylo Two Hills Alta \$3,770, J L Laberge St Hyacinthe Que \$2,942, N Lapierre Richmond Que \$6,096, U Lavigne Rockland Ont \$6,919, A Leclerc Fairview Alta \$4,218, K Leitch Wainwright Alta \$3,016, Y S Leonard Hammond Ont \$7,141, A Marchessault Upton Que \$2,257, P J McCann Shellbrook Sask \$6,272, W McDonell Vermilion Alta \$2,655, R H Mears Salmon Arm B C \$3,358, C Menard Quebec \$6,216, G Milin Melfort Sask \$2,340, L Milin Watrous Sask \$5,643, J L Miller Saskatoon Sask \$2,646, B Mital Montreal \$5,397, D Moneo Assiniboia Sask \$2,387, M T Moresoli Beolil Que \$6,151, J Munro Biggar Sask \$2,155, W R Nicholson Weyburn Sask \$2,664, G A Ouellet Quebec \$2,285, M H Page Quebec \$3,663, G D Paine Outlook Sask \$3,117, A Paris St Germain de Grantham Que \$4,366, J Perodeau Rimouski Que \$6,003, A M Pitt London Ont \$2,044, R Plourde Alma Que \$7,215, N W Rivington Navan Ont \$4,070, M F Robinson Canora Sask \$5,254, J T Rowe Wainwright Alta \$3,811, A Roy Plessisville Que \$3,663, E Roy Levis Que \$5,458, T A Sanderson Mount Forest Ont \$2,340, W D Schaefer Kirkton Ont \$2,276, T B Sewall Brooks Alta \$2,731, J H Shillinglaw Kitchener Ont \$2,923, J W Short Spruce Home Sask \$2,525, J N Smart Dauphin Man \$2,840, L A Sparrow Calgary Alta \$2,284, C W Strother Medicine Hat Alta \$2,229, G W Summers Vermilion Alta \$2,408, H R Tetreault St Cesaire Que \$7,030, P Tetreault Granby Que \$3,016, C Thibault Henryville Que \$2,054, J E Vandane Melville Sask \$2,035, S Van Zwol Antigonish N S \$2,054, W Von Staden Redvers Sask \$2,368, R A Waechter Regina \$2,900, A H Watt Woodstock Ont \$3,441, F J Weeks Unity Sask \$4,681, W C Weir Swift Current Sask \$2,997, V S West Cardston Alta \$2,488, G A Wilson Abernathy Sask \$2,498, H R Wyman Brandon Man \$2,794, F J Zeman Davidson Sask \$2,054, F Zemlicka Massey Ont \$2,553.

B Included consultant's fees \$11,212—Yves Pare Montmagny Que \$11,212.

C Included: farm equipment \$13,077, transportation equipment \$153,028, scientific equipment \$42,675.

Vote 45 Grants, contributions and subsidies as detailed in the Estimates.....	1,698,000
Vote 45d.....	24,500
Vote 45e.....	8,800
	<u>1,731,300</u>
Expenditures.....	<u>\$ 1,130,002</u>

Compensation for animals slaughtered

	Estimates	Allotments	Expenditures
Compensation..... (20)	\$ 1,377,000	\$ 1,377,000	\$ 995,464

The Animal Contagious Diseases Act empowers the Minister to authorize the slaughtering of animals suffering from infections or contagious disease, or those suspected of being so infected and those which are or have been in contact or close proximity to such animals, and to pay such compensation as he may determine, not to exceed values stated in the Act for grade and pure bred animals. When the sale of the carcass is unlawful, the Act also provides for additional compensation to be paid in respect of carcasses of cattle slaughtered. This additional compensation is to be the average value the carcass would have had if the sale had been lawful at time of slaughter, such average value to be determined by the Minister.

Contributions to the provinces, in accordance with regulations of the Governor in Council, of amounts not exceeding two-fifths of the amounts paid by the provinces to owners of animals that have died as a result of rabies since the first day of July, 1960

	Estimates	Allotments	Expenditures
Contributions..... (20)	\$ 45,500	\$ 45,500	\$ 45,499

Payments were made to the provinces as follows: Ontario \$36,173, Quebec \$9,326.

Contribution towards the cost of constructing and equipping a veterinary college at the University of Saskatchewan, Saskatoon

	Estimates	Allotments	Expenditures
Contribution..... (20)	\$ 300,000	\$ 300,000	\$ 80,341

Payment of compensation, at the rates determined in the manner provided by section 12 of the Animal Contagious Diseases Act, to owners of animals affected with diseases coming under that act that have died or have been slaughtered in circumstances not covered by the act and regulations made thereunder

	Estimates	Allotments	Expenditures
Compensation..... (20)	\$ 3,800	\$ 3,800	\$ 3,743

Payment of indemnity, under terms and conditions approved by the Governor in Council, to owners of animals that have died during the current fiscal year as a result of anthrax

	Estimates	Allotments	Expenditures
Indemnity..... (20)	\$ 5,000	\$ 5,000	\$ 4,955
Total Vote 45.....	<u>\$ 1,731,300</u>	<u>\$ 1,731,300</u>	<u>\$ 1,130,002</u>

BOARD OF GRAIN COMMISSIONERS

Salaries of the Commissioners, Canada Grain Act, c.25, R.S., as amended..... (1) \$ 51,361

The above statutory authority provides for the appointment by the Governor in Council of three commissioners, one of whom shall be appointed chief commissioner. F F Hamilton is chief commissioner and S Lopton and A V Svoboda are commissioners.

Vote 50 Administration, operation and maintenance including authority to purchase screenings.....	6,610,700
Vote 50b.....	475,000
Transfer from Department of Finance Vote 15 contingencies.....	456,400
	<u>7,542,100</u>
Expenditures.....	<u>\$ 7,191,092</u>

Total revenue arising from the above expenditures amounted to \$6,037,425.

<i>Administration</i>		Estimates	Allotments	Expenditures
Salaries.....	\$ 167,000			
Transfer from Department of Finance Vote 15 contingencies.....	4,900			
		(1) 171,900	185,285	184,241
Professional and special services.....		(4) 800	370	369
Travelling and removal expenses.....		(5) 27,000	28,225	28,150
Freight, express and cartage.....		(6) 300	130	126
Postage.....		(7) 1,000	1,000	1,000
Telephones and telegrams.....		(8) 4,700	4,240	4,238
Publication of reports and other material.....		(9) 4,000	4,000	3,939
Advertising and publicity.....		(10) 1,400	360	360
Office stationery, supplies and equipment.....		(11) 2,000	2,000	1,906
Materials and supplies.....		(12) 400	400	400
Rental of buildings.....		(15) 22,400	19,900	19,743
Construction or acquisition of equipment.....		(16) 200	200	194
Repairs and upkeep of equipment.....		(17) 1,200	1,170	1,140
Light and power.....		(19) 900	920	915
Sundries.....		(22) 500	500	416
		<u>\$ 238,700</u>	<u>\$ 248,700</u>	<u>\$ 247,137</u>

<i>Inspection and weighing of grain and related services</i>		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 4,025,000			
Transfer from Department of Finance Vote 15 contingencies.....	354,300			
		(1) 4,379,300	4,234,300	4,213,566
Overtime.....		(1) 250,000	377,000	375,564
Allowances.....		(2) 29,000	29,000	25,922
Professional and special services.....		(4) 8,000	8,000	5,069
Travelling and removal expenses.....		(5) 136,000	159,200	158,592
Freight, express and cartage.....		(6) 30,000	30,000	25,571
Postage.....		(7) 11,000	11,000	10,955
Telephones and telegrams.....		(8) 27,000	27,000	22,390
Publication of reports and other material.....		(9) 10,000	10,000	9,130
Office stationery, supplies and equipment.....		(11) 80,000	61,800	61,452
Materials and supplies.....		(12) 33,000	39,100	39,049
Repairs and upkeep of buildings and works.....		(14) 1,000	1,000	874
Rental of buildings.....		(15) 171,000	191,450	191,272
Construction or acquisition of equipment.....		(16) 118,000	93,550	92,369
Repairs and upkeep of equipment.....		(17) 6,100	6,900	6,840
Municipal or public utility services.....		(19) 17,300	17,300	16,568
Unemployment insurance contributions.....		(21) 1,500	1,200	1,001
Sundries.....		(22) 3,000	3,400	3,352
		<u>\$ 5,311,200</u>	<u>\$ 5,301,200</u>	<u>\$ 5,259,536</u>

This sub-vote was provided for the expenses of grain inspection, grain weighing, and other related services performed by the Board of Grain Commissioners under authority of the Canada Grain Act.

Revenue arising from the above expenditures amounted to \$4,471,455 and consisted of *Privileges, licences and permits* \$28,062—elevator license fees \$28,062; *Proceeds from sales* \$24,010—grain samples \$24,010; *Services and service fees* \$4,401,003—inspection of grain \$2,883,383, weighing of grain \$1,401,056, registration and cancellation of warehouse receipts \$86,257, inspection and weighing overtime \$23,556, sundries \$6,751; *Miscellaneous* \$18,380—fines \$15,000, sundries \$3,380. It should be noted that these amounts represent cash received in the current fiscal year whereas those shown in the appendix referred to below are on an accrual basis.

A statement of revenue and expenditure of the Board of Grain Commissioners for Canada for the fiscal year ending March 31, 1966, as certified by the Auditor General, will be found in Appendix 4 to this section.

*Canadian Government Elevators—Operation and maintenance
including authority to purchase screenings*

	Estimates	Allotments	Expenditures
Salaries and wages.....\$	917,000		
Transfer from Department of Finance Vote 15 contingencies.....	97,200		
	(1) 1,014,200	1,055,990	1,055,804
Overtime.....	(1) 30,000	62,855	62,640
Allowances.....	(2) 5,300	4,960	4,934
Professional and special services.....	(4) 500	500	370
Travelling and removal expenses.....	(5) 8,000	9,105	8,740
Freight, express and cartage.....	(6) 900	269	257
Postage.....	(7) 1,300	1,331	1,330
Telephones, telegrams and other communication services.....	(8) 10,700	5,930	5,924
Office stationery, supplies and equipment.....	(11) 5,300	4,365	1,924
Materials and supplies.....	(12) 30,000	22,900	21,414
Construction or acquisition of buildings, works and land.....	(13) 475,000	400,000	98,866
Repairs and upkeep of buildings and works.....	(14) 109,400	106,800	106,789
Rental of land, buildings and works.....	(15) 5,900	6,900	6,855
Acquisition of equipment.....	(16) 2,000	705	705
Repairs and upkeep of equipment.....	(17) 2,000	981	981
Public utility services.....	(19) 260,000	268,459	268,458
Unemployment insurance contributions.....	(21) 1,700	3,150	2,569
Sundries.....	(22) 30,000	37,000	35,859
	\$ 1,992,200	\$ 1,992,200	\$ 1,684,419

This sub-vote was provided for the expenses of management and operation, with headquarters at Winnipeg, of the Canadian Government Elevators at Calgary, Edmonton, Lethbridge, Moose Jaw, Prince Rupert, and Saskatoon.

Revenue arising from the above expenditures amounted to \$1,565,970 and consisted of *Privileges, licences and permits*—\$1,353; *Proceeds from sales* \$135,501—sale of screenings \$130,247, sundries \$5,254; *Services and service fees* \$1,373,738—storage and elevation of grain, cleaning, drying, etc. \$1,373,738; *Miscellaneous* \$55,378—boat overtime \$40,555, wharfage \$13,453, sundries \$1,370. It should be noted that these amounts represent cash received in the current fiscal year whereas those shown in the appendix referred to below are on an accrual basis.

The balance sheet of the Canadian Government Elevators as at March 31, 1966, as certified by the Auditor General, together with the Operating Statement, will be found in appendix 5 to this section.

Total Vote 50.....	\$ 7,542,100	\$ 7,542,100	\$ 7,191,092
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LAND REHABILITATION, IRRIGATION AND WATER STORAGE PROJECTS

Vote 55 Irrigation and water storage projects in the western provinces including the South Saskatchewan River Project, the Prairie Farm Rehabilitation Act program, Land Protection, Reclamation and Development—Administration, operation and maintenance including Canada's fee for membership in the International Commission on Irrigation and Drainage.....	8,972,000
Vote 55d To extend the purposes of Agriculture Vote 55 of the Main Estimates for 1965-66 to authorize expenditures in respect of irrigating drought-stricken farms in Ontario and Quebec.....	1
Transfer from Department of Finance Vote 15 contingencies.....	269,000
	9,241,001
Less—Amount transferred to Other Loans and Investments.....	11,193
	9,229,808
Expenditures.....	\$ 8,722,754

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 5,658,000			
Transfer from Department of Finance Vote 15 contingencies.....	269,000			
		(1) 5,927,000	5,906,000	5,821,128
Overtime.....		(1) 50,000	71,000	70,079
A Professional and special services.....		(4) 132,000	132,000	129,154
Travelling and removal expenses.....		(5) 478,200	487,200	485,667
Freight, express and cartage.....		(6) 16,500	16,500	16,281
Postage.....		(7) 12,600	13,000	12,658
Telephones and telegrams.....		(8) 66,500	81,500	80,298
Publication of reports and other material.....		(9) 4,600	5,000	4,708
Advertising for tenders.....		(10) 14,500	14,500	11,455
Office stationery, supplies and equipment.....		(11) 70,000	73,000	72,355
Materials and supplies.....		(12) 262,700	545,700	543,765
Fuel for heating.....		(12) 24,600	24,600	20,594
A Repairs and upkeep of buildings, structures and works.....		(14) 1,685,000	1,213,800	815,689
Rental of land and buildings.....		(15) 17,000	17,000	13,335
Repairs and upkeep of equipment.....		(17) 361,800	361,800	354,532
Rental of equipment.....		(18) 20,700	135,700	131,217
Municipal or public utility services.....		(19) 68,600	110,600	104,835
Membership in the International Commission on Irrigation and Drainage.....		(20) 800	1,200	1,160
Assistance in moving and re-establishment of settlers....		(20) 1,600	1,600	
Unemployment insurance contributions.....		(21) 11,800	14,800	14,229
Sundries.....		(22) 73,200	73,200	23,534
		9,299,700	9,299,700	8,726,673
Less—Funds available in the main estimates 1965-66....	(34) 58,699		58,699	
Less—Amount recovered from the Province of Manitoba in respect of Shellmouth Dam and Portage Diversion.....	(34)			3,919
		9,241,001	9,241,001	8,722,754
Less—Amount transferred to Other Loans and Investments.....	(34) 11,193		11,193	
		\$ 9,229,808	\$ 9,229,808	\$ 8,722,754

This vote and Vote 60 which follows were administered under the Prairie Farm Rehabilitation Act and provided for expenditures in connection with the rehabilitation of drought and soil drifting areas in the three Prairie Provinces under policies of land utilization and water storage and development and for the reclamation, protection and development of new lands in these and other provinces. A statement of expenditures by projects, etc., follows Vote 60.

Revenue arising from services provided through the above expenditures amounted to \$2,458,787 and consisted of *Return on investments* \$440,284—interest on sale of irrigated land \$32,680, interest on securities, Treasury Bills, Province of Saskatchewan \$402,670, sundries \$4,934; *Privileges, licences and permits* \$1,283,368—house rentals \$112,885, land rentals \$152,293, community pasture fees \$1,016,608, sundries \$1,582; *Proceeds from sales* \$161,552—sale of land \$56,193, sale of livestock and produce \$104,834, sundries \$525; *Services and service fees* \$571,883—breeding fees \$245,557, engineering services \$29,641, castration fees \$29,070, water charges \$248,002, rental of equipment \$18,451, sundries \$1,162; *Miscellaneous*—\$1,700.

A Payments by services with individual payments of \$2,000 or over were:

Aerial surveys \$3,493—Spartan Air Services Limited Toronto \$3,493.

Artificial insemination services \$21,055—Stonewall Artificial Breeders Stonewall Man \$21,055.

Catering services \$93,306—Dominion Catering Company Limited Toronto \$88,717.

Commissionaire services \$3,031—Canadian Corps of Commissionaires Montreal \$2,591.

Consultant fees \$20,028—Caproco Corrosion Prevention Ltd Edmonton \$5,424, Materials Testing Laboratories Ltd Edmonton \$4,018, Strong Lamb and Nelson Limited Calgary Alta \$2,835, B B Torchinsky and Associates Ltd Saskatoon Sask \$3,030.

Janitor services \$4,392—Modern Building Cleaning Service Saskatoon Sask \$4,392.

Veterinary services—\$2,134.

Further details are contained in the following distribution of expenditure which was maintained during the fiscal year under authority of Treasury Board.

	Estimates	Allotments	Expenditures
Administration.....	537,064	564,064	549,228
Community pastures.....	1,551,763	1,551,763	1,490,231
Water development.....	948,865	948,865	800,216
Irrigation projects, southwestern Saskatchewan.....	272,016	272,016	271,114
Supply, equipment and service depot.....	760,940	760,940	755,452
Tree nursery stations.....	510,788	510,788	498,705
Bow River Irrigation Project.....	997,800	997,800	986,771
Engineering services for major irrigation, reclamation and conservation projects.....	1,982,571	1,955,571	1,895,079
Buffalo Pound Lake Reservoir.....	100,000	100,000	9,189
St. Mary's Irrigation Project.....	353,699	353,699	312,142
South Saskatchewan River Project.....	1,284,194	1,284,194	1,158,546
	<u>9,299,700</u>	<u>9,299,700</u>	<u>8,726,673</u>
Less—Funds available in the main estimates, 1965-66.....	58,699	58,699	
	<u>9,241,001</u>	<u>9,241,001</u>	<u>8,726,673</u>
Less—Amount transferred to Other Loans and Investments.....	11,193	11,193	
Less—Amount recovered from the Province of Manitoba.....			3,919
	<u>\$ 9,229,808</u>	<u>\$ 9,229,808</u>	<u>\$ 8,722,754</u>

Gross expenditures initially charged to this vote were \$8,737,815 including an amount of \$9,752 transferred from the allotment "South Saskatchewan River Project" to the asset account "South Saskatchewan River Project—Recoverable Costs" and an amount of \$1,442 transferred from the allotment "Administration" to the asset account "Shellmouth Dam and Portage Diversion—Recoverable Costs" and an amount of \$3,919 recovered from the Province of Manitoba in respect of the latter project.

Vote 60 Irrigation and water storage projects in the western provinces including the South Saskatchewan River Project, the Prairie Farm Rehabilitation Act program, Land Protection, Reclamation and Development—Construction or acquisition of buildings, works, land and equipment.....

28,034,000

Less—Amount transferred to Other Loans and Investments.....

5,078,643

22,955,357

Expenditures.....

\$ 19,659,887

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings, works and land (13)	27,352,000	27,352,000	19,323,472
A Construction or acquisition of equipment..... (16)	682,000	682,000	677,908
	<u>28,034,000</u>	<u>28,034,000</u>	<u>20,001,380</u>
Less—Amount recovered from the Province of Manitoba in respect of Shellmouth Dam and Portage Diversion (34)			341,493
	<u>28,034,000</u>	<u>28,034,000</u>	<u>19,659,887</u>
Less—Amount transferred to Other Loans and Investments..... (34)	5,078,643	5,078,643	
	<u>\$22,955,357</u>	<u>\$22,955,357</u>	<u>\$19,659,887</u>

The variation between the appropriation and the total of expenditures charged thereto was due to work on the Shellmouth Dam not progressing as expected. The Province of Manitoba which was doing the work on the Portage Diversion on a cost sharing basis with Canada was not able to perform the work expected and consequently the funds provided were greatly in excess of their claim. Work on community projects in Water Development was also curtailed for lack of surveys and controls.

Revenues arising from the above expenditures amounted to \$12,013 and consisted of *Proceeds from sales* \$5,810—sale of land \$5,810; *Privileges, licences and permits* \$6,203—land rental \$5,973, grazing permits \$230.

A Included construction equipment \$109,503, electrical equipment \$1,303, farm equipment \$211,988, irrigation equipment \$26,868, light heat power and water equipment \$3,602, scientific equipment \$17,985, transportation equipment \$244,310, workshop equipment \$11,272.

Further details are contained in the following distribution of expenditures which was maintained during the fiscal year under authority of Treasury Board.

	Estimates	Allotments	Expenditures
Community pastures.....	700,000	700,000	601,439
Water development.....	2,784,000	2,284,000	1,792,480
Arborfield project—Earthfill dam			
Purchase of land			
Harold Frank Crowe \$4,023, Farm Credit Corporation and W D Bowerman \$686, Farm Credit Corporation and A Magnus \$1,200, Farm Credit Corporation and R S Schmidt \$1,200, A Magnus \$1,066, Peter Oscar Musselman \$7,353, Richard James Musselman \$500, R S Schmidt \$575.			
Blood Indian Creek Community project—Earthfill dam drop inlet spillway riparian outlet works earthfill dykes and emergency spillway			
Contract: Progressive Construction Co Ltd \$161,364, expenditures \$138,332, including holdbacks \$6,917.			
Chain of Lakes project—Two earthfill dams one concrete spillway and two gated outlets			
Contract (1964-65): J A Moulson Construction Limited \$573,537, expenditures \$455,177, to date \$563,706, including holdbacks \$28,185.			
Purchase of land			
Frank L Burnet, Executor of the Estate of Jean Brown \$11,132, Percy C Gardner \$35,674, Helen G Wilson, George T Riley and Stan Wilson, Executors of the Estate of Neil Edward Riley \$30,948.			
Melfort Community Storage project—Water storage project			
Contract: Matheson Bros Ltd \$197,390, expenditures \$89,201, including holdbacks \$4,460.			
Purchase of land			
Stanley B Caskey \$9,000, Farm Credit Corporation and Murray Robert Marshall \$4,600, Asa Fennell \$13,500, Ernest Clifford Gerrish \$196, Murray Robert Marshall \$6,000, Raymond William Reeder \$4,008, Glen W Robson \$6,500, Rural Municipality of Star City #14 and Ernest Clifford Garrish \$504, Lyle Willis Taylor \$22,000, Ernest C Worley and Mary Worley \$750.			
Pilot Mound project—Earthfill dam			
Contract (1964-65): Swanson Construction Company Limited \$118,742, expenditures \$86,526, to date \$107,344 including holdbacks \$2,000 (a penalty of \$674 was deducted as the contractor failed to complete the contract on time).			
Purchase of land			
Clare Eric Geddes \$2,406, Melvin Edgar Legary \$3,206, Rural Municipality of Louise \$19, D C McCannell \$3,050, George Glen Paterson and Cora Olive Paterson \$5,700, Earl Balfour Preston \$2,332, Robert Mervil Preston \$2,004.			
Supply, equipment and service depot.....	461,000	461,000	450,601
Tree nursery stations.....	70,000	70,000	69,788
Bow River Irrigation Project.....	350,000	350,000	315,755
Buffalo Pound Lake Reservoir.....	35,000	35,000	1,500
St Mary's Irrigation Project.....	494,000	494,000	481,910
Earth canal—Waterton to Belly main canal			
Contract (1963-64): Burns and Dutton Construction (1962) Ltd \$355,703, expenditures \$1,224, to date \$355,703 (final).			
Drainage tunnel—Waterton Dam			
Contract (1964-65): Cunningham and Shannon Limited \$136,484, expenditures \$8,451, to date \$136,484 (final).			
Design, manufacture, deliver and install seven gates and hoists			
Contract (1964-65): Horton Steel Works Limited \$198,405, expenditures \$366, to date \$198,405 (final).			
Large canal and appurtenant structures			
Contract (1964-65): Reg Pearen Limited \$518,377, expenditures \$369,035, to date \$503,870 including holdbacks \$25,194 (original contract increased \$29,900 by T B 653056, March 24, 1966 to provide for change in design caused by ground conditions).			

	Estimates	Allotments	Expenditures
Construction and installation of equipment in diversion tunnel			
Contract (1964-65): Square M Construction Limited and Coleman Collieries Limited (joint contract) \$153,429, expenditures \$59,068, to date \$153,429 (final).			
Purchase of land			
D L Dickie \$436, Valerio Matteotti \$100, Thomas Archie Smith \$11,000, Wm Charles Smith and Richard W Smith \$322.			
South Saskatchewan River Project.....	19,700,000	21,300,000	15,129,093
Qu'Appelle River Dam			
Contract (1963-64): Emil Anderson Construction Co Ltd, Coleman Collieries Limited, Square M Construction Limited (joint contract) \$9,593,230, expenditures \$3,179,003, to date \$7,035,084 including holdbacks \$351,754.			
Contract: Emil Anderson Construction Co Ltd, Coleman Collieries Limited, Square M Construction Limited (joint contract) \$254,515, expenditures \$2,136, including holdbacks \$107.			
Normal and sulphate-resistant cement			
Contract (1964-65): Canada Cement Company Limited \$911,310, expenditures \$90,493, to date \$911,310 (final).			
Supply install and place the spillway gates stoplogs and hoists			
Contract (1964-65): Canada Iron Foundries Limited \$1,575,760, expenditures \$1,367,310, to date \$1,491,440 including holdbacks \$74,572.			
Supply control gates and hoists			
Contract (1964-65): Canadian Car (Pacific) Ltd \$125,600, expenditures \$75,949, to date \$125,600 (final).			
Cathodic protection for tunnels stage 2			
Contract (1964-65): Cathodic Protection Service Limited \$166,000, expenditures \$57,130, to date \$165,677 including holdbacks \$14,576.			
Manufacture assemble and install tunnel control gate hoists			
Contract (1963-64): Dominion Bridge Company Limited \$370,654, expenditures \$3,321, to date \$351,404 including holdbacks \$17,570.			
Normal and sulphate-resistant cement			
Contract (1963-64): Inland Cement Company Limited \$910,983, expenditures \$355,171, to date \$910,983 (final).			
Control shaft superstructures			
Contract (1963-64): Peter Kiewit Sons Company of Canada Ltd, Al Johnson Construction Co of Canada Limited, Poole Construction Company Limited (joint contract) \$955,048, expenditures \$4,080, to date \$927,858 including holdbacks \$3,524.			
Spillway crest			
Contract (1963-64): Peter Kiewit Sons Company of Canada Ltd., Al Johnson Construction Co of Canada Limited, Poole Construction Company Limited (joint contract) \$5,363,652, expenditures \$233,507, to date \$5,194,106 including holdbacks \$10,000.			
Spillway chute and basin			
Contract: Peter Kiewit Sons Company of Canada Ltd, Al Johnson Construction Co of Canada Limited, Poole Construction Company Limited (joint contract) \$9,712,471, expenditures \$4,715,336 including holdbacks \$235,767.			
Plugging of tunnels			
Contract (1964-65): Peter Kiewit Sons Company of Canada Ltd, Al Johnson Construction Co of Canada Limited, Poole Holdings Ltd (joint contract) \$418,000, expenditures \$95,321, to date \$416,720 including holdbacks \$2,000.			
Earth embankment stage 4			
Contract (1963-64): McNamara Construction Western Limited \$4,153,500, expenditures \$196,911, to date \$4,041,277 including holdbacks \$20,000.			

Earth embankment stage 5			
Contract (1964-65): McNamara Construction Western Limited \$15,598,860, expenditures \$7,303,966, to date \$12,583,251 including holdbacks \$629,163.			
Reservoir clearing			
Contract (1964-65): North American Road Limited \$395,000, expenditures \$340,752, to date \$376,252 including holdbacks \$18,813.			
Railway revision			
Contract: Penner's Construction Ltd \$619,160, expenditures \$431,029 including holdbacks \$21,551.			
Supply of cement			
Contract: Saskatchewan Cement Co Ltd (a division of Inland Cement Co Ltd) \$664,780, expenditures \$337,064 including holdbacks \$16,853.			
Supply of fly ash			
Contract (1963-64): Saskatchewan Power Corporation \$307,860, expenditures \$87,520, to date \$251,542 (original contract increased \$103,545 by T B 644602, Aug 26, 1965 to provide additional quantities for the remainder of the spillway work).			
Purchase of land			
Armco Drainage and Metal Products of Canada Ltd \$397, Alfred A Drackley \$2,813, Muriel Ida Edwards \$3,750, Elvinus Agator Hermanson \$32,000, A A McDougall \$390, Frank Miller \$24, William H Nicholson \$600, Olson Drilling \$3,559, Pomeroy Bros Road Construction \$84, Robinson Machinery Limited \$118, The Saskatchewan Loan and Investment Company Limited \$6,868, William James Shaw \$46,000, Frederick Ernest Shirlcliffe \$170,715, Ernest Austin Siebert and Irmgard Siebert \$1,554, Robert James Stuart \$16,500, Robert James William Stuart \$35,000, Francois Weber \$13,815.			
Shellmouth Dam and Portage Diversion.....	3,360,000	2,260,000	1,104,269
Reservoir clearing stage 2			
Contract: Fast Bros Limited \$310,000, expenditures \$191,100, including holdbacks \$9,555.			
Reservoir clearing stage 1			
Contract (1964-65): Walter Orbanski \$203,000, expenditures \$124,690, to date \$200,448 including holdbacks \$5,000.			
Embankment stage 1			
Contract: Widdicombe Construction Ltd and Low Bros Construction Ltd \$827,750, expenditures \$637,786 including holdbacks \$31,889.			
Purchase of land			
Naida Angelski \$11,500, John Barrowman \$8,500, Gordon F Bowes \$4,000, Ivan S Bowes \$7,500, Harold Dow \$660, Kenneth Els, Gordon Els and Rudolph Els \$4,500, Sid Embree \$1,400, Emil Formuziewicz \$215, George Formuziewicz \$8,000, Daniel Giest \$21,000, Molly Giest \$1,200, Mervin George Kitsch \$9,000, Jack Miller \$1,000, Peter Nicholaichuk \$1,200, Guy H Parker \$650, Stephen Rohatinsky \$10,000, John Henry Schwab \$75, George G Shlakoff \$6,000, Mike A Werbowetsky, Annie Werbowetsky and Frank Werbowetsky \$60,000, Maurice Alex Woloschuk and Dorothy Mae Woloschuk \$1,600, George Wonchulanko \$75, Joe Zelinski \$9,000.			
Assiniboine and Qu'Appelle Rivers—Dyking and cutoffs.....	60,000	60,000	45,903
Land protection and reclamation.....	20,000	20,000	8,642
	28,034,000	28,034,000	20,001,380
Less—Amount recovered from the Province of Manitoba.....			341,493
Less—Amount transferred to Other Loans and Investments.....	5,078,643	5,078,643	
	<u>\$22,955,357</u>	<u>\$22,955,357</u>	<u>\$19,659,887</u>

Gross expenditures initially charged to this vote were \$25,080,023 including an amount of \$4,874,963 transferred from the allotment "South Saskatchewan River Project" to the asset account "South Saskatchewan River Project—Recoverable Costs" and an amount of \$203,680 transferred from the allotment "Shellmouth Dam and Portage Diversion" to the asset account "Shellmouth Dam and Portage Diversion—Recoverable Costs" and \$341,493 recovered from the Province of Manitoba in respect of the latter project. Both asset accounts are shown under the schedule, Other Loans and Investments, in volume I of this report.

DEPARTMENT OF AGRICULTURE

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A statement of expenditures charged to this and the preceding vote follows:

	Administration, operation and maintenance	Construction or acquisition of buildings, works, land and equipment	Total
†Administration.....	545,309		545,309
Community pastures.....	1,490,231	601,439	2,091,670
Water development.....	800,216	1,792,480	2,592,696
Irrigation projects, southwestern Saskatchewan.....	271,114		271,114
Supply, equipment and service depot.....	755,452	450,601	1,206,053
Tree nursery stations.....	498,705	69,788	568,493
Bow River Irrigation Project.....	986,771	315,755	1,302,526
Engineering services for major irrigation, reclamation and conser- vation projects.....	1,895,079		1,895,079
Buffalo Pound Lake Reservoir.....	9,189	1,500	10,689
St Mary's Irrigation Project.....	312,142	481,910	794,052
*South Saskatchewan River Project.....	1,158,546	15,129,093	16,287,639
Stephenfield Dam			
†Shellmouth Dam and Portage Diversion.....		762,776	762,776
Assiniboine and Qu'Appelle Rivers—Dyking and cutoffs.....		45,903	45,903
Land protection and reclamation.....		8,642	8,642
	<u>\$ 8,722,754</u>	<u>\$19,659,887</u>	<u>\$28,382,641</u>
†Administration—			
Gross expenditures.....			550,670
Transfer to asset account "Shellmouth Dam and Portage Diver- sion—Recoverable Costs".....		1,442	
Recovered from the Province of Manitoba in respect of Shell- mouth Dam and Portage Diversion.....		3,919	
			<u>5,361</u>
			<u>\$ 545,309</u>
*South Saskatchewan River Project—Gross expenditures.....	1,168,298	20,004,056	21,172,354
Transfer to asset account "South Saskatchewan River Project— Recoverable Costs".....	9,752	4,874,963	4,884,715
	<u>\$ 1,158,546</u>	<u>\$15,129,093</u>	<u>\$16,287,639</u>
†Shellmouth Dam and Portage Diversion—Gross expenditures....			1,307,949
Transfer to asset account "Shellmouth Dam and Portage Diver- sion—Recoverable Costs".....		203,680	
Recovered from Province of Manitoba.....		341,493	
			<u>545,173</u>
			<u>\$ 762,776</u>

FARM CREDIT CORPORATION

Vote 90e Estimated amount required to provide for the operating loss of the Farm

Credit Corporation for the fiscal year ending March 31, 1966..... 1,160,000
Expenditures..... (20) \$ 1,029,998

The accounts of the corporation are audited by the Auditor General of Canada and the balance sheet as at March 31, 1966, as certified by him, together with supporting schedules will be found in volume III of this report.

Vote 95e Payment to the Farm Credit Corporation for carrying out the purposes of
the Farm Machinery Syndicates Credit Act..... 75,000

Expenditures..... (20) \$ 75,000

SPECIAL

Gratuities to families of deceased employees, Civil Service Act..... (21) \$ 1,955

Refunds of amounts credited to revenue in previous years, Financial Administration Act, c. 116, R.S., as amended..... (22) \$ 4,653

The above amount represents adjustments of items credited to revenue in previous years.

Payments in connection with Crop Insurance Act, c. 42, Statutes of 1959, as amended (20) \$ 631,419

Payments were made as follows: Prince Edward Island \$8,115, Manitoba \$466,260, Saskatchewan \$123,193, Alberta \$33,851.

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	58,631,060	58,492,528	52,729,030
(2) Civilian allowances.....	169,500	189,149	159,601
(4) Professional and special services.....	2,697,700	2,692,850	2,227,523
(5) Travelling and removal expenses.....	3,522,100	3,467,588	3,501,485
(6) Freight, express and cartage.....	228,400	212,650	194,520
(7) Postage.....	124,800	126,618	119,512
(8) Telephones, telegrams and other communication services	458,600	542,355	460,721
(9) Publication of departmental reports and other material.	520,000	340,379	276,832
(10) Exhibits, advertising, films, broadcasting and displays..	150,400	99,126	50,073
(11) Office stationery, supplies, equipment and furnishings...	1,291,500	1,267,690	1,153,461
(12) Materials and supplies.....	3,636,300	3,899,454	3,550,401
Buildings and works including land—			
(13) Construction or acquisition.....	32,533,000	23,468,910	24,485,961
(14) Repairs and upkeep.....	2,374,600	1,437,411	1,979,717
(15) Rentals.....	315,300	305,543	280,099
Equipment—			
(16) Construction or acquisition.....	2,698,900	2,857,938	2,720,153
(17) Repairs and upkeep.....	932,600	942,711	1,030,219
(18) Rentals.....	97,700	208,394	99,729
(19) Municipal or public utility services.....	1,019,400	1,022,289	929,811
(20) Contributions, grants, subsidies, etc., not included elsewhere—			
Contributions to Commonwealth Agricultural Bureaux	241,300	243,238	219,936
Grants in aid of agricultural research.....	145,000	145,000	144,645
Payments to eligible producers for manufacturing milk and cream.....	21,000,000	19,210,325	
Agricultural Commodities Stabilization Board—			
Amount appropriated to cover the net operating loss 1964-65.....			57,118,000
Amount appropriated to cover the net operating loss as of March 31, 1966.....	40,700,000	39,407,199	
Agricultural Products Board—			
Net operating loss 1964-65.....			300,000
Amount appropriated to cover the net operating loss as of March 31, 1966.....	1,663,000	1,619,121	
Grants and other assistance in accordance with the Cheese and Cheese Factory Improvement Act....	1,716,000	1,711,564	1,509,247
Grants to agricultural fairs, exhibitions and museums.	1,135,600	963,060	821,831
Grants to agricultural organizations.....	287,800	282,607	276,927
Quality premiums on high grade lamb and hog carcasses	9,106,000	8,649,601	8,831,255
Agricultural lime assistance.....	1,608,900	1,602,432	1,584,029
Contributions to Ontario and Quebec in connection with barberry eradication.....	215,000	98,953	91,929

DEPARTMENT OF AGRICULTURE

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	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
Contributions to provinces in respect of the transport of fodder and haying equipment and the movement of cattle	350,000	278,356	500,000
Contributions to Ontario, Quebec and New Brunswick in assisting eligible livestock producers, who were affected by adverse weather conditions, to obtain feed from May 16, 1965 to May 31, 1966	7,750,000	5,535,946	
Contributions to British Columbia to compensate producers for vine, fruit tree and crop losses incurred from December 1, 1964 to November 30, 1965; and a contribution to the province in respect of administrative costs incurred in making such payments	1,500,000	1,000,000	
Payments to eligible producers in Lake St John and Abitibi-Temiskaming regions of Quebec, in respect of the aggregate loss of agricultural income suffered by all producers in each such region from July 1, 1964 to June 30, 1965	1,000,000	988,794	
Compensation, pursuant to the Destructive Insect and Pest Act, in respect of any crop destroyed in accordance with that act	200,000	180,227	
Contributions to Quebec in assisting eligible agricultural producers who were affected by adverse weather conditions in 1964	550,000	503,376	
Compensation for animals slaughtered	1,377,000	995,464	1,436,321
Contribution towards the cost of constructing and equipping a veterinary college at the University of Saskatchewan, Saskatoon	300,000	80,341	
Payments in connection with the Crop Insurance Act	631,419	631,419	486,953
Farm Credit Corporation—			
Net operating loss 1964-65			529,694
Amount appropriated to cover the net operating loss 1965-66	1,160,000	1,029,998	
Prairie Farm Emergency Fund—			
Net operating loss 1964-65			366,997
Sundry	332,400	244,218	305,401
	92,969,419	85,401,239	74,523,165
(21) Pensions, superannuation and other benefits	25,955	26,137	19,880
(22) All other expenditures	452,153	410,601	277,559
	204,849,387	187,411,560	170,769,452
(34) Less—Estimated savings and recoverable items	6,263,535	1,147,944	5,045,608
Total	\$ 198,585,852	\$ 186,263,616	\$ 165,723,844

**Estimated value of major services not included
in this department's appropriations**

	1965-66	1964-65
Accommodation—provided by Department of Public Works	2,562,100	2,930,000
Accommodation—in this Department's own buildings	3,438,935	3,319,600
Accounting and cheque issue services—Comptroller of the Treasury	845,700	920,500
Contributions to superannuation account—Department of Finance	3,368,600	3,168,500
Employee surgical-medical insurance premiums—Department of Finance	285,300	306,900
Employee compensation payments—Department of Labour	102,300	97,100
Carrying of franked mail—Post Office Department	217,900	157,000
	<u>\$10,820,835</u>	<u>\$10,899,600</u>

Payments of Damage Claims

Particulars and payee	Authority	Amount
Damage to apple crop as a result of experimentation on the chemical and biological control of apple orchard insects, charged to Vote 5.		
Corporation des Peres Cisterciens de Lerins	T.B. 649271 December 7, 1965	13,905
Settlement for loss of beef cattle, charged to Vote 5.		
George G Ross	T.B. 650807 January 26, 1966	1,870

Payments of Damage Claims—Concluded

Sundry claims, each under \$1,000 (70)	12,397
	<u>\$ 28,172</u>

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
A Return on investments	589,217 91	349,801 15
B Privileges, licences and permits	1,617,577 16	1,619,655 75
C Proceeds from sales	1,431,934 84	1,388,210 69
D Services and service fees	8,681,513 10	7,090,450 46
E Refunds of previous years' expenditure	50,661 47	258,698 34
F Miscellaneous	92,782 27	58,915 45
Total	<u>\$ 12,463,686 75</u>	<u>\$ 10,765,731 84</u>

Summary of Revenues

	1965-66	1964-65
Branch—		
Administration	36,034 45	14,151 72
Research	1,205,915 27	1,203,972 92
Production and Marketing	2,551,235 84	2,132,526 44
Special	2,486,646 59	2,530,204 36
Board of Grain Commissioners	4,471,586 32	3,662,848 08
Canadian Government Elevators	1,566,149 70	1,222,028 32
Agriculture working capital advance net profit for the fiscal year 1964-65	6,127 51	
Agriculture working capital advance net profit for the fiscal year 1965-66	139,991 07	
Total	<u>\$ 12,463,686 75</u>	<u>\$ 10,765,731 84</u>

Details

Non-Tax Revenue—

A Return on investments:		
Interest on sale of irrigated land	32,680	
Interest on securities received from the Province of Saskatchewan in respect of its share of the South Saskatchewan River project	402,670	
Interest on Crop Insurance Loan—Province of Manitoba	3,444	
Interest on loans to settlers in the Bow River project	4,305	
Net profit on the operation of the agriculture working capital advance for the fiscal years 1964-65 and 1965-66	146,119	589,218
B Privileges, licences and permits:		
Board of Grain Commissioners		
Elevator licence fees	28,062	
Community pasture fees	1,016,802	
Registration and licence fees	109,974	
Rentals from employees and others occupying dwellings on government properties	300,352	
Rental of irrigated land	158,601	
Sundries (including Canadian Government Elevators, \$1,353)	3,786	1,617,577
C Proceeds from sales:		
Board of Grain Commissioners		
Grain samples	24,010	

Canadian Government Elevators			
Surplus grain.....	4,786		
Screenings.....	130,247		
Land.....	82,536		
Live stock and produce under the Prairie Farm Rehabilitation Act.....	104,834		
Live stock originally purchased under policies administered by the Production and Marketing Branch.....	68,344		
Research Branch live stock and produce.....	983,123		
Other produce and live stock.....	8,182		
Tags and seals.....	16,624		
Sundries (including Canadian Government Elevators, \$468).....	9,249		
			1,431,935
D Services and service fees:			
Board of Grain Commissioners			
Inspection.....	2,883,883		
Overtime.....	23,556		
Registration and cancellation of warehouse receipts.....	86,257		
Weighing.....	1,401,056		
Canadian Government Elevators (storage and elevation of grain, cleaning, drying, etc.)			
Calgary.....	275,961		
Edmonton.....	292,216		
Lethbridge.....	87,159		
Moose Jaw.....	7,384		
Prince Rupert.....	555,582		
Saskatoon.....	155,436		
Breeding fees.....	245,557		
Castration fees.....	29,070		
Fumigation fees.....	8,695		
Inspection, testing and grading fees.....	520,031		
Receipts for supervision of betting at race tracks.....	1,524,676		
Record of performance fees.....	248,014		
Rental of equipment.....	43,849		
Water charges.....	250,060		
Engineering services.....	29,641		
Sundries (including Board of Grain Commissioners, \$6,751).....	13,930		
			8,681,513
E Refunds of previous years' expenditure:			
Prairie Farm Rehabilitation administration.....	13,031		
Potato warehouse construction refund.....	9,817		
Sundries.....	27,813		
			50,661
F Miscellaneous:			
Board of Grain Commissioners			
Fines.....	15,000		
Canadian Government Elevators			
Boat overtime.....	40,556		
Wharfage.....	13,453		
Fines and forfeitures.....	4,615		
Hog and lamb premiums.....	3,651		
Refund of gasoline tax.....	4,016		
Transportation of school children.....	2,085		
Sundries (including Board of Grain Commissioners, \$3,380; Canadian Government Elevators, \$1,370).....	9,407		
			92,783
Total.....			<u>\$12,463,687</u>

Certified correct.

S. C. BARRY,
Deputy Minister of Agriculture.

Comparative Statement of Accounts Receivable
at March 31

	1966	1965
Current year—		
Collectible.....	751,290	440,218
Previous years—		
Collectible.....	817,514	849,636
Uncollectible.....	22,506	21,258
	<u>\$ 1,591,310</u>	<u>\$ 1,311,112</u>

In addition to the above, accounts owing and payable in future years in respect of agreements signed by settlers rehabilitated under the Prairie Farm Rehabilitation Act amounted to \$402,275.

During the year 1 item amounting to \$14,996 was deleted under authority of Department of Finance, Vote 16e, and 1 item amounting to \$991 was deleted under section 23 of the Financial Administration Act c. 116, R.S., as amended.

Appendix 1

DEPARTMENT OF AGRICULTURE REVOLVING FUND

AUDITOR GENERAL OF CANADA

Ottawa, September 21, 1966.

THE MINISTER OF AGRICULTURE,
OTTAWA.

I have examined the Balance Sheet of the Department of Agriculture Revolving Fund as at March 31, 1966 and the Statement of Operations for the year ended on that date. My examination included a general review of the accounting procedures and such tests of the accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion the accompanying Balance Sheet and Statement of Operations present fairly the financial position of the Department of Agriculture Revolving Fund as at March 31, 1966 and the results of its operations for the year ended on that date, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

A. M. HENDERSON,
Auditor General of Canada.

DEPARTMENT OF AGRICULTURE REVOLVING FUND—Continued

Balance Sheet as at March 31, 1966

ASSETS		LIABILITIES	
Accounts Receivable.....		Accounts Payable.....	\$ 6,046
Inventories (valued at cost and estimated market):		Proprietary Equity of the Government of Canada:	
Research Branch:		Advances to the Fund as authorized by	
Livestock.....\$ 89,373		Department of Agriculture Vote 783,	
Cereal crops.....4,545		Appropriation Act No. 5, 1955, c.60	
Forage crops.....756		(not to exceed \$620,000):	
	\$ 94,674	Balance as at April 1, 1965.....	\$ 225,797
Production and Marketing Branch:		Add:	
Livestock.....54,073		Working capital advances.....\$ 537,994	
Forage crop seed.....39,616		Estimated cost of major services	
Swine.....34,766		provided without charge by	
Poultry.....2,431		Government departments....	338,879
	130,886		876,873
			1,102,670
	225,560		
		Less:	
		Net loss for the year per State-	
		ment of Operations.....	199,517
		Remittances to Receiver General	667,637
			867,154
		Balance as at March 31, 1966....	235,516
			\$ 241,562

I have examined the above Balance Sheet and the related Statement of Operations and have reported thereon under date of September 21, 1966 to the Minister of Agriculture.

A. M. HENDERSON,
Auditor General of Canada.

Certified correct: C. B. GRIER
Director of Property and Finance

Approved: S. C. BARRY
Deputy Minister

DEPARTMENT OF AGRICULTURE REVOLVING FUND—*Concluded*

Statement of Operations for the year ended March 31, 1966

	Total	Research Branch	Production and Marketing
Sales.....	\$ 660,265	\$ 324,345	\$ 335,920
Cost of Sales:			
Inventory as at April 1, 1965.....	243,228	170,862	72,366
Purchases.....	434,002	124,864	309,138
Freight and cartage.....	13,244	5,396	7,848
	690,474	301,122	389,352
Less: Inventory as at March 31, 1966.....	225,560	94,674	130,886
	464,914	206,448	258,466
Gross Profit on Sales.....	195,351	117,897	77,454
Other Expenses:			
Salaries, wages, professional and special services.....	27,336	26,151	1,185
Materials and supplies.....	19,489	2,684	16,805
Municipal and public utility services.....	3,938		3,938
Travel and removal.....	3,344	3,344	
Telephones and telegrams.....	1,542	499	1,043
Sundry.....	340	340	
	55,989	33,018	22,971
Net Profit on Operations.....	139,362	84,879	54,483
Estimated Cost of Major Services Provided without Charge by Government Departments:			
Salaries and wages.....	240,279	68,089	172,190
Administration.....	41,322	18,222	23,100
Accommodation.....	32,224	1,996	30,228
Interest on working capital.....	22,150	17,750	4,400
Accounting services.....	2,291	2,291	
Carrying of franked mail.....	613	200	413
	338,879	108,548	230,331
Net Loss for the Year.....	\$ 199,517	\$ 23,669	\$ 175,848

Appendix 2

AGRICULTURAL PRODUCTS BOARD

AUDITOR GENERAL OF CANADA,

Ottawa, August 8, 1966.

THE CHAIRMAN AND MEMBERS,
AGRICULTURAL PRODUCTS BOARD,
OTTAWA.

I have examined the Balance Sheet of the Agricultural Products Board as at March 31, 1966 and the Statement of Operations for the year ended on that date. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion the accompanying Balance Sheet and Statement of Operations present fairly the financial position of the Board as at March 31, 1966 and the results of its operations for the year ended on that date, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

A. M. HENDERSON,
Auditor General of Canada.

AGRICULTURAL PRODUCTS BOARD—Continued

Balance Sheet as at March 31, 1966

(with comparative figures as at March 31, 1965)

ASSETS	PROPRIETARY EQUITY OF THE GOVERNMENT OF CANADA		
	1966	1965	1965
Accounts Receivable.....	\$ 1,208		
Inventories, at cost:			
Dry skim milk	\$ 473,172		
Eggs.....	274,038		
Sudan Sorghum Hybrid seed.....	8,833		
Advances to the Board as authorized by the Agricultural Products Board Act (not to exceed \$15,000,000):			
Balance as at April 1			\$ 747,210
Add:			\$ 452,631
Parliamentary appropriation, Department of Agriculture, Vote 17e.....			\$ 1,619,121
Working capital advances.....			300,000
Estimated cost of major services provided without charge by government departments.....			2,799,519
			46,100
			3,145,619
			3,598,250
Less:			
Remittances to the Receiver General.....			9,185,763
Loss for the year, per Statement of Operations.....			1,713,038
			2,504,657
			346,383
Balance as at March 31			10,898,801
			2,851,040
			747,210
			10,041
			747,210

Certified correct: ERIC A. POOK
Secretary.

Approved: S. B. WILLIAMS
Chairman.

I have examined the above Balance Sheet and the related Statement of Operations and have reported thereon under date of August 8, 1966 to the Chairman and Members of the Agricultural Products Board.

A. M. HENDERSON,
Auditor General of Canada.

AGRICULTURAL PRODUCTS BOARD—*Concluded*Statement of Operations for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

	1966	1965
Sales.....	\$ 9,186,971	\$ 2,504,657
Cost of Sales:		
Inventory as at April 1.....	\$ 747,210	452,631
Purchases.....	9,928,008	3,026,224
Storage and processing.....	60,163	70,858
Repacking.....	38,270	
	<u>10,773,651</u>	<u>3,549,713</u>
Less: Inventory as at March 31.....	8,833	747,210
	<u>10,764,818</u>	<u>2,802,503</u>
Net Loss on Sales.....	1,577,847	297,846
Other Expenses:		
Freight, cartage, etc.....	40,991	2,437
Estimated cost of major services provided without charge by government departments:		
Interest on working capital.....	79,200	39,100
Accounting services.....	10,000	2,000
Administration.....	5,000	5,000
	<u>135,191</u>	<u>48,537</u>
Net Loss for the year.....	<u>1,713,038</u>	<u>346,383</u>

Appendix 3

AGRICULTURAL STABILIZATION BOARD

AUDITOR GENERAL OF CANADA

Ottawa, August 8, 1966.

THE CHAIRMAN AND MEMBERS,
AGRICULTURAL STABILIZATION BOARD,
OTTAWA.

I have examined the Balance Sheet of the Agricultural Stabilization Board as at March 31, 1966 and the Statement of Operations for the year ended on that date. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion the accompanying Balance Sheet and Statement of Operations present fairly the financial position of the Board as at March 31, 1966 and the results of its operations for the year ended on that date, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

A. M. HENDERSON,
Auditor General of Canada.

AGRICULTURAL STABILIZATION BOARD—Continued

Statement of Operations for the year ended March 31, 1966

(with comparative figures for the year ended March 31, 1965)

	1966	1965
Trading Operations		
Sales.....	\$68,072,569	\$80,631,585
Cost of Sales:		
Inventory as at April 1.....	\$23,062,999	61,425,071
Purchases.....	50,061,560	50,200,262
Storage charges.....	1,603,063	2,743,451
	<hr/>	<hr/>
	74,727,622	114,368,784
Less: Inventory as at March 31.....	5,572,634	23,062,999
	<hr/>	<hr/>
	69,154,988	91,305,785
Net Loss on Sales.....	1,082,419	10,674,200
Other Expenses:		
Freight and cartage.....	1,094,662	1,460,772
Handling.....	70,272	75,962
Inspection and repacking.....	43,179	
Sundry.....	18,803	52,796
	<hr/>	<hr/>
	1,226,916	1,589,530
Net Result of Trading Operations.....	2,309,335	12,263,730
Deficiency Payments.....	6,632,893	1,840,113
Payments for Stabilization of Prices.....	29,147,171	41,777,043
Estimated cost of major services provided without charge by government departments:		
Interest on working capital.....	3,037,600	4,815,000
Administrative.....	640,300	564,300
Accounting services.....	185,000	182,000
Accommodation.....	31,200	32,400
Carrying of franked mail.....	17,900	7,300
Contribution to Public Service Superannuation Account.....	16,500	16,200
Employee surgical-medical insurance premiums.....	1,400	1,400
Employee compensation payments.....	700	600
	<hr/>	<hr/>
	3,930,600	5,619,200
Net Loss for the Year.....	<hr/> <hr/> 42,019,999	<hr/> <hr/> 61,500,086

AGRICULTURAL STABILIZATION BOARD—Concluded

Analysis of Net Loss by Commodities for the year ended March 31, 1966

	Sales	Cost of Sales	Net Loss (Profit)
Trading Operations			
Butter (1959 production).....	\$ 84,329	\$ 78,734	\$ (5,595)
Butter (1960 production).....	1,067,342	887,204	(180,138)
Butter (1961 production).....	378,548	360,363	(18,185)
Butter (1963 production).....	2,489,808	2,547,741	57,933
Butter (1964 production).....	20,402,359	20,876,348	473,989
Butter (1965 production).....	33,363,100	33,878,421	515,321
Pork.....	506,889	907,408	400,519
Waxed Cheddar cheese (1963 production).....	41,394	45,603	4,209
Waxed Cheddar cheese (1964 production).....	3,078,367	3,280,227	201,860
Waxed Cheddar cheese (1965 production).....	6,660,433	7,519,855	859,422
	<u>68,072,569</u>	<u>70,381,904</u>	\$ 2,309,335
Deficiency Payments			
Eggs (1961-62 production).....			104
Eggs (1963-64 production).....			19,800
Eggs (1964-65 production).....			1,980,424
Wool (1963-64 production).....			27
Wool (1964-65 production).....			50
Wool (1965-66 production).....			599,341
Honey (1961-62 production).....			60
Honey (1962-63 production).....			86
Sugar Beets (1965-66 production).....			4,033,001
			<u>6,632,893</u>
Payments for Stabilization of Prices			
Butterfat content of cream (1964-65 production).....			1,565,284
Butterfat content of cream (1965-66 production).....			13,107,292
Butterfat content of whole milk (1964-65 production).....			1,501,814
Butterfat content of whole milk (1965-66 production).....			12,280,536
Dried casein and caseinates (1964-65 production).....			167,133
Milk used for Cheddar cheese (1964-65 production).....			525,112
			<u>29,147,171</u>
Estimated cost of major services provided without charge by government departments			3,930,600
			<u>42,019,999</u>

Appendix 4

BOARD OF GRAIN COMMISSIONERS FOR CANADA

AUDITOR GENERAL OF CANADA

Ottawa, August 8, 1966.

THE CHIEF COMMISSIONER AND COMMISSIONERS,
BOARD OF GRAIN COMMISSIONERS FOR CANADA,
WINNIPEG, MANITOBA.

I have examined the statement of expenditures and revenue of the Board of Grain Commissioners for Canada for the year ended March 31, 1966. My examination included a general review of the accounting procedures and such tests of the accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion the accompanying statement of expenditure and revenue presents fairly the results of the operations of the Board of Grain Commissioners for Canada for the year ended March 31, 1966 in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

A. M. HENDERSON,
Auditor General of Canada.

BOARD OF GRAIN COMMISSIONERS FOR CANADA—Continued
(ESTABLISHED BY THE CANADA GRAIN ACT)
Statement of Expenditure and Revenue, by Branches, for the year ended March 31, 1966
(with comparative figures, totals only, for the year ended March 31, 1965)

1965 Totals	—	1966 Totals	Inspection	Weighing	Statistical	Research Laboratory	Executive Office	Salaries of the Com- missioners
	Expenditure							
\$ 4,464,734	Salaries, allowances, etc.	\$4,850,654	\$2,439,830	\$1,464,131	\$ 355,303	\$ 355,788	\$ 184,241	\$ 51,361
189,521	Rent	211,015	101,455	6,314	39,036	44,467	19,743	
148,298	Travel	186,741	93,171	50,598	3,375	11,447	28,150	
259,817	Contribution to Public Service Superannuation Account	259,400	129,311	79,063	19,186	19,212	9,979	2,649
64,930	Printing and stationery	63,359	16,526	3,639	32,511	8,776	1,907	
34,253	Employees' surgical-medical insurance and compensa- tion	31,300	15,873	9,370	2,273	2,277	1,179	328
16,000	Accounting and cheque issue services	20,000	10,119	6,002	1,456	1,458	755	210
279,431	General expenses	246,265	93,322	6,418	16,344	117,085	13,096	
5,456,984		5,868,734	2,899,607	1,625,535	469,484	560,510	259,050	54,548
	Revenue							
	Fees—							
2,360,076	Inspection	3,084,168	3,084,168					
1,159,263	Weighing	1,493,053		1,493,053				
66,953	Registrations and cancellations	90,443			90,443			
28,213	Licences	28,057			28,057			
2,004	Grain appeals	2,208					2,208	
1,079	Sundry revenue	17,781	17	30	84		17,650	
3,617,588		4,715,710	3,084,185	1,493,083	118,584		19,858	
1,839,395	Excess of Expenditure over Revenue	1,153,024	(184,578)	132,452	350,900	560,510	239,192	54,548
	Excess of Expenditure over Revenue provided for by:							
	Parliamentary appropriations—							
5,094,824	Department of Agriculture, Vote 50	5,506,673	2,744,304	1,531,100	446,569	537,563	247,137	51,361
52,090	Statutory vote	51,361						
310,070	Estimated cost of services provided without charge by government departments	310,700	155,303	94,435	22,915	22,947	11,913	3,187
5,456,984		5,868,734	2,899,607	1,625,535	469,484	560,510	259,050	54,548
3,617,588	Less: Remittances to Receiver General	4,715,710	3,084,185	1,493,083	118,584		19,858	
1,839,396		1,153,024	(184,578)	132,452	350,900	560,510	239,192	54,548

Appendix 5

CANADIAN GOVERNMENT ELEVATORS

AUDITOR GENERAL OF CANADA

Ottawa, August 8, 1966.

THE CHIEF COMMISSIONER AND COMMISSIONERS,
BOARD OF GRAIN COMMISSIONERS FOR CANADA,
WINNIPEG, MANITOBA.

I have examined the balance sheet of the Canadian Government Elevators as at March 31, 1966 and the operating statement for the year ended on that date. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion the accompanying balance sheet and operating statement present fairly the financial position of the Canadian Government Elevators as at March 31, 1966 and the results of its operations for the year ended on that date, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

A. M. HENDERSON,
Auditor General of Canada.

CANADIAN GOVERNMENT ELEVATORS—Continued
Balance Sheet as at March 31, 1966
(with comparative figures as at March 31, 1965)

ASSETS		1966		1965		PROPRIETARY EQUITY OF THE GOVERNMENT OF CANADA		1966		1965	
Accounts Receivable											
Freight advances.....	\$	12,921		\$	92,410	Advances for recoverable freight charges.....		\$	12,921	\$	92,410
Sundry.....		136,224			62,416						
			\$	149,145		Working Capital:		\$	479,139		399,152
Accrued Revenue:					154,826	Balance as at April 1....					
Storage.....		26,006			141,109	Add: Funds received under parliamentary appropriation, Department of Agriculture—					
Elevation.....		48,535			83,434	Vote 50.....		1,585,552		1,355,656	
			74,541		224,543			2,064,691		1,754,808	
Inventories:						Deduct:					
Stores, at cost.....		44,845		49,430		Remittances to the Receiver General.....		1,566,617		1,222,028	
Tools and small equipment, at cost....		117,911		124,019				498,074		532,780	
Screenings, at market value.....		24,522		9,581							
Surplus grain, at market value.....		16,846		9,150							
			204,124		192,180	Operating Loss for year, per Operating Statement.....	\$	156,085			
Fixed Assets, at cost:						Less: Estimated cost of services provided without charge by other government departments.....		72,900			
Property, plant and equipment—											
Moose Jaw.....		2,309,630		2,309,630				83,185		53,641	
Saskatoon.....		2,216,121		2,216,121					414,889	479,139	
Calgary.....		1,376,463		1,376,270							
Edmonton.....		1,749,999		1,749,999							
Lethbridge.....		1,023,088		1,023,088							
Prince Rupert.....		1,948,254		1,849,035							
				10,524,143							
Office furniture.....			19,105	18,946		Balance as at March 31..					
					10,642,660	Equity represented by the cost of fixed assets acquired out of funds provided by parliamentary appropriations.....				10,642,660	10,543,089
</											

CANADIAN GOVERNMENT ELEVATORS—*Concluded*

Operating Statement for the year ended March 31, 1966

(with comparative figures for the year ended March 31, 1965)

	1966	1965
Operating Revenue:		
Elevation.....	\$ 580,710	\$ 445,980
Storage.....	357,276	479,964
Drying.....	198,012	74,402
Screenings.....	143,155	102,346
Cleaning.....	123,147	142,723
Other.....	79,709	51,106
	<u>1,482,009</u>	<u>1,296,521</u>
Expense:		
Salaries and wages.....	1,046,533	910,554
Grants in lieu of taxes.....	149,945	150,824
Maintenance—buildings, plant and equipment.....	128,464	72,444
Power.....	112,477	96,164
Head Office expenses.....	80,165	71,485
Contributions to Public Service Superannuation Account.....	57,300	50,696
Accounting and cheque issue services.....	9,000	7,000
Employees' surgical-medical insurance and compensation.....	6,600	7,402
Other.....	47,610	48,691
	<u>1,638,094</u>	<u>1,415,260</u>
Operating Loss, without provision for depreciation.....	<u>156,085</u>	<u>118,739</u>

Appendix 6

PRAIRIE FARM EMERGENCY FUND

Statement of payments for the year ended March 31, 1966

Crop Year	Manitoba	Saskatchewan	Alberta	British Columbia	Total
1964.....	48,440	903,241	1,353,129	49,824	2,354,634
1965.....	452,168	1,250,503	2,961,710	24,349	4,688,730
	<u>\$ 500,608</u>	<u>\$ 2,153,744</u>	<u>\$ 4,314,839</u>	<u>\$ 74,173</u>	<u>\$ 7,043,364</u>

Statement of payments by Fiscal and Crop Years from inception of the policy

FISCAL YEARS					
Fiscal Year	Manitoba	Saskatchewan	Alberta	British Columbia	Total
1939-40 to 1960-61.....	17,703,861	172,725,953	67,860,620	1,406,495	259,696,929
1961-62.....	7,319,517	36,863,717	10,169,545	23,677	54,376,456
1962-63.....	907,610	6,736,688	7,872,907	17,407	15,534,612
1963-64.....	2,980,818	1,223,898	5,839,467	169,813	10,213,996
1964-65.....	471,823	7,132,530	2,978,646	22,351	10,605,350
1965-66.....	500,608	2,153,744	4,314,839	74,173	7,043,364
	<u>\$ 29,884,237</u>	<u>\$ 226,836,530</u>	<u>\$ 99,036,024</u>	<u>\$ 1,713,916</u>	<u>\$ 357,470,707</u>

CROP YEARS					
Crop Year	Manitoba	Saskatchewan	Alberta	British Columbia	Total
1939-60.....	17,720,712	172,746,198	68,911,948	1,430,172	260,809,030
1961.....	7,420,081	36,969,875	9,677,818		54,067,774
1962.....	815,824	6,879,417	7,787,031	22,214	15,504,486
1963.....	3,119,962	981,721	5,408,639	166,337	9,676,659
1964.....	355,490	8,008,816	4,288,878	70,844	12,724,028
1965.....	452,168	1,250,503	2,961,710	24,349	4,688,730
	<u>\$ 29,884,237</u>	<u>\$ 226,836,530</u>	<u>\$ 99,036,024</u>	<u>\$ 1,713,916</u>	<u>\$ 357,470,707</u>

In the fiscal year 1965-66 the levy exceeded the awards by \$3,294,943 which at March 31, 1966 was on deposit in the Prairie Farm Emergency Fund.

Of the grand total, an amount of \$164,632,541 was obtained by the levy, \$191,398,405 was transferred from unappropriated moneys in the Consolidated Revenue Fund, and \$1,439,761 from appropriated moneys to meet the deficits.

Appendix 7

PRAIRIE FARM REHABILITATION ADMINISTRATION STORES ACCOUNT

Statement of Operations for the year ended March 31, 1966

Inventory as at March 31, 1965.....		120,930	
Purchases.....		165,190	
			<u>\$ 286,120</u>
Stores issues.....	184,173		
Less: Net overage in inventory as at March 31, 1966 transferred to Non-Tax Revenue—			
Return on Investments.....	629		
			<u>183,544</u>
Inventory as at March 31, 1966.....	103,277		
Less: Accounts payable.....	701		
			<u>102,576</u>
			<u>\$ 286,120</u>
Balance as at March 31, 1966			
Inventory.....	103,277		
Less: Accounts payable.....	701		
			<u>\$ 102,576</u>

1965-66
PUBLIC ACCOUNTS

•

ATLANTIC DEVELOPMENT BOARD

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Details of
EXPENDITURES

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ATLANTIC DEVELOPMENT BOARD

(provided for in the Department of Transport Estimates 1965-66)

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
2·2	110	Administration and operation	1,114,200 00	800,722 63	651,643 30
2·3	Stat.	Payments to the Atlantic Development Board to finance and assist in financing programs and projects as contemplated by the Atlantic Development Board Act	20,859,188 79	20,859,188 79	3,642,509 23
2·3	112	To authorize expenditures, in the current and subsequent fiscal years, not exceeding in the aggregate \$30,000,000 as the federal share of costs of a trunk highway program for the Provinces of Newfoundland, Nova Scotia, Prince Edward Island and New Brunswick	10,000,000 00	2,095,447 44	
		Total	<u>\$31,973,388 79</u>	<u>\$23,755,358 86</u>	<u>\$4,294,152 53</u>

Vote 110 Administration and operation	923,500
Vote 110b	190,700
	1,114,200
Expenditures	\$ 800,723

		Estimates	Allotments	Expenditures
	Salaries and wages	(1) 250,000	257,000	250,810
	Overtime	(1) 200	200	200
A	Professional and special services	(4) 750,000	728,000	456,470
	Travelling and removal expenses	(5) 25,000	35,000	30,259
	Postage	(7) 800	800	800
	Telephones and telegrams	(8) 14,000	14,000	8,642
	Publication of departmental reports and other material	(9) 2,000	2,000	940
	Office stationery, supplies and equipment	(11) 33,000	33,000	21,617
	Pensions, superannuation and other benefits	(21) 24,200	24,200	12,944
B	Sundries	(22) 15,000	20,000	18,041
		<u>\$ 1,114,200</u>	<u>\$ 1,114,200</u>	<u>\$ 800,723</u>

A Payments by service with individual payments of \$2,000 or over were:

Consultant services \$452,944—Atlantic Area Consultants Ltd Fredericton \$42,109, Atlantic Provinces Economic Council Halifax \$46,445, Clarence S Bayne Ottawa \$3,229, Mahinder Chaudhry Ottawa \$4,568, John F Earl Fredericton \$2,600, Economist Intelligence Unit Ltd London England \$2,000, Hedlin-Menzies Winnipeg \$15,000, Hunter Ltd Toronto \$55,325, McGill University Montreal \$3,000, J C Mills St John's \$5,841, G C Monture Ottawa \$14,400, New Brunswick Research and Productivity Council Fredericton \$9,600, R J Noah and Associates St John's \$79,990, Quebec Smelting and Refining Ltd Montreal \$3,000, Shawinigan Engineering Co Ltd Montreal \$12,800, Stanford Research Institute Menlo Park Calif U S A \$20,736, Stevenson & Kellogg Limited Toronto \$37,500, D Fraser Symington Ottawa \$2,400.

Contracts: (1964-65) ECL—McNamara Engineering of Saint John N B \$125,000, expenditure \$25,824, to date \$86,253; Province of Nova Scotia Halifax \$150,000, expenditure \$66,577.

Secretarial and office services \$2,400—Rutledge, MacKeigan Cox & Downie Halifax \$2,400.

Miscellaneous services \$1,126.

B Travelling expenses of \$1,000 or more were paid to: I M McKeigan chairman of the board who served without remuneration \$1,015, G C Monture consultant \$2,236.

Payments to the Atlantic Development Board to be credited to the atlantic development fund to finance and assist in financing programs and projects as contemplated by the Atlantic Development Board Act, the total of such payments not to exceed \$100,000,000; estimated amount required for the current fiscal year..... (20) \$ 20,859,189

This vote was provided for the purpose of financing or assisting in financing the undertaking and the carrying out of programs and projects that, in the opinion of the Board, will contribute to the growth and development of the economy of the Atlantic region and for which satisfactory financing arrangements are not otherwise available—see the appendix to this section.

Vote 112 To authorize expenditures, in the current and subsequent fiscal years, not exceeding in the aggregate \$30,000,000 as the federal share of costs of a trunk highway program for the Provinces of Newfoundland, Nova Scotia, Prince Edward Island and New Brunswick in accordance with agreements entered into by the Atlantic Development Board and the respective provinces; estimated expenditures in 1965-66..... 10,000,000
Expenditures..... (20) \$ 2,095,447

The variation between the appropriation and the total expenditures charged thereto was due to the heavy commitments of the trans-Canada highway program, and the \$10 million trunk highway program financed from the atlantic development fund, which made it impossible for the provinces to proceed with the program as quickly as anticipated.

Further details are contained in the following distribution of expenditures which was maintained during the fiscal year under authority of Treasury Board.

	Estimates	Allotments	Expenditures
Newfoundland.....	3,000,000	3,000,000	603,000
Nova Scotia.....	3,000,000	3,000,000	603,000
Prince Edward Island.....	1,000,000	1,000,000	
New Brunswick.....	3,000,000	3,000,000	889,447
	<u>\$10,000,000</u>	<u>\$10,000,000</u>	<u>\$ 2,095,447</u>

Statements of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	250,200	251,010	96,908
(4) Professional and special services.....	750,000	456,470	517,627
(5) Travelling and removal expenses.....	25,000	30,259	11,922
(7) Postage.....	800	800	250
(8) Telephone, telegrams and other communication services..	14,000	8,642	4,765
(9) Publication of departmental reports and other material...	2,000	940	847
(11) Office stationery, supplies, equipment and furnishings....	33,000	21,617	3,984
(20) Contributions, grants, subsidies, etc., not included elsewhere.....	30,859,189	22,954,636	3,642,509
(21) Pensions, superannuation and other benefits.....	24,200	12,944	6,175
(22) All other expenditures.....	15,000	18,041	9,165
Total.....	<u>\$31,973,389</u>	<u>\$23,755,359</u>	<u>\$ 4,294,152</u>

Estimated value of major services not included in this department's appropriations

	1965-66	1964-65
Accommodation—provided by Department of Public Works.....	12,500	15,200
Accounting and cheque issue services—Comptroller of the Treasury.....	3,800	7,700
	<u>\$ 16,300</u>	<u>\$ 22,900</u>

APPENDIX

STATEMENT I

ATLANTIC DEVELOPMENT BOARD

Statement of Atlantic Development Fund Transactions
showing Projects Approved and Funds Disbursed
as at March 31, 1966

	Approved by the Governor in Council	Funds Disbursed	Outstanding Commitments
Power			
Bay D'Espoir, Nfld.—Hydro-Electric power development.....	\$20,000,000	\$ 8,530,675	\$11,469,325
Mactaquac, N.B.—Hydro-electric power development.....	20,000,000	8,219,996	11,780,004
Power cable to link Prince Edward Island with mainland.....	4,300,000		4,300,000
Newfoundland and Labrador Power Commission—Conversion to 60 cycles.....	4,000,000	695,637	3,304,363
Maccan to Amherst, N.S.—Grant towards cost of power line..	112,800		112,800
	<u>48,412,800</u>	<u>17,446,308</u>	<u>30,966,492</u>
Transportation			
Financial assistance for trunk highway systems:			
Province of New Brunswick.....	3,000,000	3,000,000	
Province of Newfoundland.....	3,000,000	1,700,000	1,300,000
Province of Nova Scotia.....	3,000,000	167,250	2,832,750
Province of Prince Edward Island.....	1,000,000	790,209	209,791
Financial assistance for paving access roads to selected fishing ports:			
Province of Prince Edward Island.....	675,000		675,000
	<u>10,675,000</u>	<u>5,657,459</u>	<u>5,017,541</u>
Other basic services to industry			
Water supply and/or sewage systems, etc.:			
Fortune, Harbour Grace, Port Union, Fermeuse and Isle aux Morts, Nfld.....	2,326,000		2,326,000
Trepassy, Bay de Verde Burgeo, Gaultois, St. Anthony Englee and Twillingate, Nfld.....	2,247,000		2,247,000
Georgetown, P.E.I.....	850,000	543,863	306,137
Canso, N.S.....	747,919	95,747	652,172
Shippegan, N.B.....	498,546	152,715	345,831
Bonavista, Nfld.....	267,067	31,674	235,393
Riverport, N.S.....	242,000		242,000
Lower East Pubnico, N.S.....	218,775	185,543	33,232
Cheticamp, N.S.....	140,000	38,851	101,149
Hartland, N.B.....	125,000		125,000
Milltown, N.B.....	100,000		100,000
Montague, P.E.I.....	50,000	13,480	36,520
Newton, Nfld.....	50,000		50,000
Grand Etang, Nfld.....	46,629	43,273	3,356
Industrial Park facilities:			
Dorchester Point, N.B.....	1,500,000		1,500,000
Stellarton, N.S.....	700,000		700,000
Lakeside, N.S.....	560,000		560,000
Saint John, N.B.....	450,000		450,000
Truro, N.S.....	200,000		200,000
Summerside, P.E.I.....	118,327	116,174	2,153
Abatement of industrial water pollution.....	2,000,000		2,000,000
Trawler repair facilities—Marystown, Nfld.....	825,000		825,000
Boglands clearing—Burin Peninsula, Nfld.....	156,000		156,000
Fish processing plant—Port Mouton, N.S.....	145,006	8,200	136,806
Causeway construction—Montague, P.E.I.....	40,000	22,744	17,256
Water pollution metering equipment.....	10,000	9,356	644
	<u>14,613,269</u>	<u>1,261,620</u>	<u>13,351,649</u>

ATLANTIC DEVELOPMENT BOARD—Continued

**Statement of Atlantic Development Fund Transactions
showing Projects Approved and Funds discharged
as at March 31, 1966—Concluded**

Research facilities

Financial assistance for new research laboratories and equipment:

Halifax—Dartmouth, N.S.....	1,750,000	17,505	1,732,495
Fredericton, N.B.....	1,250,000	115,084	1,134,916
	<u>3,000,000</u>	<u>132,589</u>	<u>2,867,411</u>
Sundry expenditures.....	5,000	3,722	1,278
Total.....	<u>\$76,706,069</u>	<u>\$24,501,698</u>	<u>\$52,204,371</u>

Certified correct:

E. P. WEEKS,
Executive Director

Approved:

IAN M. MacKEIGAN, Q.C.,
Chairman

I have examined the above Statement of Atlantic Development Fund Transactions showing Projects Approved and Funds Disbursed and have reported thereon under date of June 21, 1966 to the Atlantic Development Board and the Minister of Transport.

A. M. HENDERSON,
Auditor General of Canada

STATEMENT II

**Statement of Expenditures under the Trunk Highway Program
as at March 31, 1966**

	Approved by the Governor in Council	Funds Disbursed	Outstanding Commitments
Province of New Brunswick.....	\$9,000,000	\$ 889,447	\$ 8,110,553
Province of Newfoundland.....	9,000,000	603,000	8,397,000
Province of Nova Scotia.....	9,000,000	603,000	8,397,000
Province of Prince Edward Island.....	3,000,000		3,000,000
	<u>\$30,000,000</u>	<u>\$ 2,095,447</u>	<u>\$27,904,553</u>

Certified correct:

E. P. WEEKS,
Executive Director

Approved:

IAN M. MacKEIGAN, Q.C.,
Chairman

I have examined the above Statement of Expenditures under the Trunk Highway Program and have reported thereon under date of June 21, 1966 to the Atlantic Development Board and the Minister of Transport.

A. M. HENDERSON,
Auditor General of Canada

ATLANTIC DEVELOPMENT BOARD—Continued

Statement of Administrative Expenses and Expenditures
on Technical and Economic Surveys and Studies
for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

	1966	1965
Administrative expenses		
Salaries.....	\$ 253,410	\$ 99,308
Employee benefits.....	12,944	6,175
Travel and removal expenses.....	38,948	16,939
Accommodation.....	12,500	15,200
Accounting services.....	3,800	7,700
Telephone and telegrams.....	8,642	4,765
Office equipment and supplies.....	21,618	3,984
Other.....	8,855	1,487
	<u>360,717</u>	<u>155,558</u>
Expenditures on technical and economic surveys and studies per attached Appendix.....	456,306	518,985
	<u>\$ 817,023</u>	<u>\$ 674,543</u>
Provided by:		
Department of Transport appropriation Votes 110 and 110b.....	800,723	
Department of Secretary of State appropriations Votes 20 and 20d.....		651,643
Estimated value of accommodation and accounting services provided by other government departments.....	16,300	22,900
	<u>\$ 817,023</u>	<u>\$ 674,543</u>

Certified correct:

E. P. WEEKS,
Executive Director

Approved:

IAN M. MACKEIGAN, Q.C.,
Chairman

I have examined the above Statement of Administrative Expenses and Expenditures on Technical and Economic Surveys and Studies and have reported thereon under date of June 21, 1966 to the Atlantic Development Board and the Minister of Transport.

A. M. HENDERSON,
Auditor General of Canada

APPENDIX

ATLANTIC DEVELOPMENT BOARD—Continued

Expenditures on technical and economic surveys and studies

	1966	1965
Study of the water supply system of fish processing plants in Newfoundland...	\$ 79,990	\$
Study of potash exploration in Nova Scotia.....	66,576	
Minas Basin foundation study.....	55,325	
Study of inter-industry flow of goods and services in Atlantic provinces.....	46,445	53,555
Study of demand and supply for hardwood in Atlantic provinces.....	42,110	7,890
Industrial park studies at various centres.....	37,500	7,500
Engineering investigations for deep water harbour, ore dock and ancillary facilities at Belldune Point, N.B. (cost shared with Department of Public Works).....	25,824	60,429
Study of trans-Atlantic container shipping operation from ports of Halifax, N.S. and Saint John, N.B.....	20,736	3,240
Economic study of grain trade via Atlantic ports.....	15,000	10,000
Consultant services re power and natural resources.....	16,636	17,739
Water supply study at Come-by-Chance, Nfld.....	12,800	
Study on waste products of food and beverage industries in Atlantic provinces..	9,600	
Industrial location study.....	5,841	
Investigation into disparity between per capital personal income in the Atlantic region and the rest of Canada.....	4,568	
Analysis of Federal expenditures in the Atlantic provinces.....	3,229	
Beneficiation research program on silica sand.....	3,000	
Study on transportation network and urban systems of the provinces of Nova Scotia and New Brunswick.....	3,000	
Study of export trade of Atlantic provinces.....	2,600	
Public information consultant services.....	2,400	
Pilot industrial opportunity study of Cape Breton Island.....	2,000	
Office services.....	1,126	
Beneficiation research program on Wabana iron ore, Bell Island, Nfld.....		300,000
Foundation investigations for tidal power development in Upper Bay of Fundy, N.B.....		33,973
Engineering investigation of suitable water supply system for fishing plant at Shippegan, N.B.....		11,310
Study of economy in Newfoundland since Confederation.....		5,000
Economic data, reports and statistics.....		3,750
Study of Minto—Chipman, N.B. labour force.....		3,700
Inspection services by Department of Public Works' engineers.....		899
	<u>\$ 456,306</u>	<u>\$ 518,985</u>

ATLANTIC DEVELOPMENT BOARD—*Concluded*

AUDITOR GENERAL OF CANADA

Ottawa, June 21, 1966.

To: ATLANTIC DEVELOPMENT BOARD
THE MINISTER OF TRANSPORT

I have examined the financial transactions of the Atlantic Development Board for the year ended March 31, 1966 in accordance with section 18 of the Atlantic Development Board Act.

The following statements are attached showing the projects approved and funds disbursed by the Board as at March 31, 1966 and the expenses of the Board for the year ended on that date:

Statement of Atlantic Development Fund Transactions showing Projects Approved and Funds Disbursed as at March 31, 1966	Statement I
Statement of Expenditures under the Trunk Highway Program as at March 31, 1966	Statement II
Statement of Administrative Expenses and Expenditures on Technical and Economic Surveys and Studies for the year ended March 31, 1966	Statement III

The Atlantic Development Board, with the approval of the Governor in Council, is authorized by the Atlantic Development Board Act, 1962-63, c.10, as amended, to enter into an agreement with each of the four Atlantic Provinces respecting the use of the Atlantic Development Fund in financing or assisting in financing, to a maximum of \$100 million, projects that will contribute to the growth and development of the economy of the Atlantic region and for which satisfactory financing arrangements are not otherwise available. As indicated by Statement I, the projects approved to March 31, 1966 amounted to \$76,706,069 against which expenditures totalling \$24,501,698 have been made, leaving outstanding commitments of \$52,204,371.

During the year under review a second agreement with respect to a trunk highway system was entered into with each of the four Atlantic Provinces. Costs of this program, which is administered by the Board, are chargeable to Department of Transport vote 112 of 1965-66 which reads:

to authorize expenditures, in the current and subsequent fiscal years, not exceeding in the aggregate \$30,000,000 as the federal share of costs of a trunk highway program for the Provinces of Newfoundland, Nova Scotia, Prince Edward Island and New Brunswick in accordance with agreements entered into by the Atlantic Development Board and the respective Provinces.

Expenditures of \$2,095,447 were made in the year with respect to this program, as shown in Statement II.

As indicated by Statement III costs of administration and operation totalled \$817,023, of which \$800,723 was charged to appropriations of the Department of Transport in respect to administrative expenses, and expenditures on technical and economic surveys and studies. The remaining \$16,300 represents the estimated costs of services provided by other government departments.

In my opinion the three statements referred to above present fairly a summary of the financial transactions of the Board for the year ended March 31, 1966.

A. M. HENDERSON,
Auditor General of Canada

SECTION 3

1965-66

PUBLIC ACCOUNTS

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ATOMIC ENERGY

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Details of

EXPENDITURES AND REVENUES

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ATOMIC ENERGY

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
ATOMIC ENERGY CONTROL BOARD					
3-2	1	Administration expenses of the Atomic Energy Control Board.....	187,300 00	184,132 18	157,454 50
3-3	5	Grants for researches and investigations with respect to Atomic Energy.....	1,600,000 00	1,600,000 00	1,250,000 00
			1,787,300 00	1,784,132 18	1,407,454 50
ATOMIC ENERGY OF CANADA LIMITED (Research Program)					
3-3	10	Current operation and maintenance including expendable research equipment.....	40,549,600 00	39,689,542 91	34,850,738 12
3-3	15	Construction or acquisition of buildings, works, land and equipment.....	12,976,500 00	12,976,500 00	10,306,600 00
			53,526,100 00	52,666,042 91	45,157,338 12
		Total.....	\$55,313,400 00	\$54,450,175 09	\$46,564,792 62

ATOMIC ENERGY CONTROL BOARD

Vote 1	Administration expenses of the Atomic Energy Control Board.....	186,400
	Transfer from Department of Finance Vote 15 contingencies.....	900
		187,300
	Expenditures.....	\$184,132

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$150,200		
Transfer from Department of Finance Vote 15 contingencies.....	900		
	(1) 151,100	151,427	148,618
Professional and special services.....	(4) 4,500	1,711	1,711
Travelling expenses.....	(5) 20,000	20,400	20,306
Postage.....	(7) 500	250	250
Telephones and telegrams.....	(8) 2,500	3,150	3,064
Publication of annual report and other material.....	(9) 1,000	1,125	1,123
Office stationery, supplies and equipment.....	(11) 4,000	4,500	4,324
A Expenses of board members.....	(22) 1,200	1,363	1,362
Sundries.....	(22) 2,500	3,374	3,374
	\$ 187,300	\$ 187,300	\$ 184,132

A H Gaudefroy, a member of the Board, was paid salary at the rate of \$75 per diem under authority of P.C. 1965-5/663, April 13, 1965.

Vote 5 Grants for researches and investigations with respect to Atomic Energy	1,600,000
Expenditures.....	(20) \$ 1,600,000

This vote was provided for researches and investigations with respect to Atomic Energy and for grants-in-aid for such purposes. Operating grants were made under the authority of section 8 (e) of the Atomic Energy Control Act, c. 11, R.S., as amended, to senior scientists for nuclear research as follows: University of Alberta \$105,000, University of British Columbia \$270,000, Laval University \$190,000, University of Manitoba \$180,000, McGill University \$170,000, McMaster University \$185,000, University of Montreal \$24,200, Queen's University \$130,800, University of Saskatchewan \$345,000.

ATOMIC ENERGY OF CANADA LIMITED
(RESEARCH PROGRAM)

Vote 10 Current operation and maintenance, including expendable research equipment.....	40,549,600
Expenditures.....	(22) \$39,689,543

Expenditures from this vote and Vote 15 were in the form of advances to the Company. The balance sheet of Atomic Energy of Canada Limited as at March 31, 1966, as certified by the Auditor General, together with related statements, is shown in volume III of this report.

Vote 15 Construction or acquisition of buildings, works, land and equipment and to authorize Central Mortgage and Housing Corporation to undertake construction of works near the Whiteshell Nuclear Research Establishment for Atomic Energy of Canada Limited.....	12,976,500
Expenditures.....	\$12,976,500

	Estimates	Allotments	Expenditures
Construction of buildings and works..... (13)	9,939,500	10,521,574	10,521,574
Acquisition of equipment..... (16)	4,287,000	3,732,183	3,732,183
	14,226,500	14,253,757	14,253,757
Less—retained earnings..... (34)	1,250,000	1,277,257	1,277,257
	\$12,976,500	\$12,976,500	\$12,976,500

See comments following Vote 10.

The figures showing the break-down of expenditures under the above allotments were furnished by the Company.

Statements of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	151,100	148,618	129,566
(4) Professional and special services.....	4,500	1,711	1,243
(5) Travelling and removal expenses.....	20,000	20,306	12,663
(7) Postage.....	500	250	250
(8) Telephones, telegrams and other communication services..	2,500	3,064	2,892
(9) Publication of departmental reports and other material...	1,000	1,123	651
(11) Office stationery, supplies, equipment and furnishings....	4,000	4,324	4,867
Buildings and works, including land—			
(13) Construction or acquisition.....	9,939,500	10,521,574	14,150,657
Equipment—			
(16) Construction or acquisition.....	4,287,000	3,732,183	3,176,484

PUBLIC ACCOUNTS, 1965-66

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(20) Contributions, grants, subsidies, etc., not included elsewhere	1,600,000	1,600,000	1,250,000
(22) All other expenditures—			
Atomic Energy of Canada Limited.....	40,549,600	39,689,543	34,850,738
Sundry.....	3,700	4,736	5,323
	<u>40,553,300</u>	<u>39,694,279</u>	<u>34,856,061</u>
	56,563,400	55,727,432	53,585,334
(34) Less—estimated savings and recoverable items.....	1,250,000	1,277,257	7,020,541
Total.....	<u>\$55,313,400</u>	<u>\$54,450,175</u>	<u>\$46,564,793</u>

Estimated value of major services not included
in this department's appropriations

	1965-66	1964-65
Accommodation—provided by the Department of Public Works.....	9,100	10,500
Accounting and cheque issue services—Comptroller of the Treasury.....	1,800	1,000
Contributions to superannuation account—Department of Finance.....	7,600	7,000
Employee surgical-medical insurance premiums—Department of Finance.....	600	600
Total.....	<u>\$ 19,100</u>	<u>\$ 19,100</u>

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
Return on investments.....	403,735 81	348,429 99
Refunds of previous years' expenditure.....		186 61
	<u>\$ 403,735 81</u>	<u>\$ 348,616 60</u>

Details

Non-Tax Revenue—	
Return on investments: Interest on loans to Atomic Energy of Canada Limited..	<u>\$ 403,736</u>

Certified correct.

H. R. BALLS,
Comptroller of the Treasury.

1965-66

PUBLIC ACCOUNTS

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AUDITOR GENERAL'S OFFICE

•

Details of

EXPENDITURES AND REVENUES

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AUDITOR GENERAL'S OFFICE

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
4.2	Stat.	Salary of the Auditor General	24,999 96	24,999 96	25,000 00
4.2	1	Salaries and expenses of office	1,848,100 00	1,716,900 86	1,564,888 88
		Total	<u>\$1,873,099 96</u>	<u>\$1,741,900 82</u>	<u>\$1,589,888 88</u>

Salary of the Auditor General, A M Henderson, the Financial Administration Act, c. 116, R.S., as amended	(1)	<u>\$ 25,000</u>
--	-----	------------------

A M Henderson received travelling expenses of \$3,773 charged to Vote 1.

Vote 1 Salaries and expenses of office		1,746,200
Transfer from Department of Finance Vote 15 contingencies		101,900
		<u>1,848,100</u>
Expenditures		<u>\$ 1,716,901</u>

	Estimates	Allotments	Expenditures
Salaries and wages	\$1,628,600		
Transfer from Department of Finance Vote 15 contingencies	101,900		
	(1) 1,730,500	1,708,200	1,592,719
Professional and special services	(4) 10,000	10,000	3,911
Travelling and removal expenses	(5) 80,000	90,000	84,738
Express and cartage	(6) 100	200	125
Postage	(7) 400	400	379
Telephones and telegrams	(8) 9,000	11,000	9,649
Publication of the Auditor General's report	(9) 8,000	14,500	11,825
Office stationery, supplies and equipment	(11) 9,500	13,200	13,034
Sundries	(22) 600	600	521
	<u>\$1,848,100</u>	<u>\$1,848,100</u>	<u>\$1,716,901</u>

Under the provisions of the Financial Administration Act c. 116, R.S., as amended, the Auditor General examines the accounts related to the Consolidated Revenue Fund and to public property, and certifies the annual Statement of Expenditure and Revenue of the Government of Canada and the Statement of Assets and Liabilities of the Government of Canada, as published in the Public Accounts. In addition, the Auditor General is the auditor of the majority of the Crown Corporations listed in schedules "C" and "D" to the Act and carries out other special statutory audits and examinations. This vote was provided to defray the administrative costs of his office.

Revenue arising from the above expenditures amounted to \$453 and consisted of *Services and service fees*.

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages	1,755,500	1,617,719	1,466,855
(4) Professional and special services	10,000	3,911	7,044
(5) Travelling and removal expenses	80,000	84,738	87,858
(6) Freight, express and cartage	100	125	78
(7) Postage	400	379	250
(8) Telephones, telegrams and other communication services ..	9,000	9,649	8,867
(9) Publication of departmental reports and other material ...	8,000	11,825	8,053
(11) Office stationery, supplies, equipment and furnishings ...	9,500	13,034	10,321
(22) All other expenditures	600	521	563
Total	<u>\$ 1,873,100</u>	<u>\$ 1,741,901</u>	<u>\$ 1,589,889</u>

Estimated value of major services not included
in this department's appropriations

	1965-66	1964-65
Accommodation—provided by Department of Public Works	43,500	58,400
Accounting and cheque issue services—Comptroller of the Treasury	6,800	5,000
Contributions to superannuation account—Department of Finance	76,800	71,800
Employee surgical-medical insurance premiums—Department of Finance	6,700	6,600
Employee compensation payments—Department of Labour	100	100
Carrying of franked mail—Post Office Department	4,000	2,600
	<u>\$ 137,900</u>	<u>\$ 144,500</u>

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
A Services and service fees	453 54	12,097 40
B Refunds of previous years' expenditure	733 77	666 24
	<u>\$ 1,187 31</u>	<u>\$ 12,763 64</u>

Details

Non-Tax Revenue—	
A Services and service fees: Recovery of portions of salaries of certain employees for auditing services rendered to international organizations	453
B Refunds of previous years' expenditure	734
	<u>\$ 1,187</u>

Certified correct.

A. M. HENDERSON,
Auditor General.

The receipts and disbursements of the office of the Auditor General have been examined in accordance with section 75 of the Financial Administration Act, and I certify that, in my opinion, the accounts relating thereto are correct.

J. A. MACDONALD,
Auditor.

Comparative Statement of Accounts Receivable
at March 31

	1966	1965
Current Year—		
Collectible	748	24
	\$ 748	\$ 24

1965-66

PUBLIC ACCOUNTS

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BOARD OF BROADCAST GOVERNORS

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Details of

EXPENDITURES AND REVENUES

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BOARD OF BROADCAST GOVERNORS

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
5-2	1	Salaries and other expenses	\$ 493,000 00	\$ 382,786 64	\$ 367,644 91

Vote 1	Salaries and other expenses	393,000
Vote 1b		100,000
		493,000
	Expenditures	\$ 382,787

		Estimates	Allotments	Expenditures
	Salaries	(1) 294,000	294,000	280,319
	Allowances	(2) 35,700	35,700	30,400
A	Payments for data processing	(4) 95,000	95,000	16,877
B	Professional and special services	(4) 12,500	12,500	10,419
C	Travelling expenses	(5) 30,000	30,000	21,063
	Freight, express and cartage	(6) 80	130	103
	Postage	(7) 120	120	120
	Telephones and telegrams	(8) 4,700	5,200	5,144
	Office stationery, supplies and equipment	(11) 13,400	13,650	13,369
	Sundries	(22) 7,500	6,700	4,973
		\$ 493,000	\$ 493,000	\$ 382,787

The Board was established under Part I of the Broadcasting Act, c. 22, 1958, and consists of three full-time members and twelve part-time members to be appointed by the Governor in Council.

Section 6 of the Act provides that the full-time members be paid a salary to be fixed by the Governor in Council and that part-time members be paid a fee of \$100 per diem while attending a meeting of the Board or a committee thereof.

Full-time members: *C Allison Ottawa, P Juneau Montreal, D Sim Ottawa, Dr A Stewart Ottawa. Part-time members: J F Brown Vancouver, *R L Burge St Peters P E I, K Clark Montagne P E I, J M Coyne Ottawa, C B Gagnon Quebec, J W Grittani Toronto, F G Holmes Riverside Ont, J P Lefebvre Montreal, *J B Lewis Montreal, A L Sweatman Winnipeg, T J Watson Fredericton, W J Woodfine Antigonish N S.

- A Consisted of payments made to Department of National Revenue, Taxation Division.
- B Payments by services with individual payments of \$2,000 or over were:
 - Legal services \$3,523.
 - Reporting services \$6,221—L A Gillespie Ottawa \$5,706.
 - Miscellaneous services \$675.
- C Expenditures included travelling expenses of \$1,000 or over paid to the following part-time members: J F Brown \$3,233, K Clark \$1,142, J W Grittani \$1,205, F G Holmes \$1,459, A L Sweatman \$1,631, T J Watson \$1,305, W J Woodfine \$1,648.

*Appointment terminated during the current fiscal year.

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	294,000	280,319	266,138
(2) Civilian allowances.....	35,700	30,400	36,000
(4) Professional and special services.....	107,500	27,296	8,968
(5) Travelling and removal expenses.....	30,000	21,063	32,959
(6) Freight, express and cartage.....	80	103	97
(7) Postage.....	120	120	100
(8) Telephones, telegrams and other communication services..	4,700	5,144	4,995
(11) Office stationery, supplies, equipment and furnishings....	13,400	13,369	13,590
(22) All other expenditures.....	7,500	4,973	4,798
Total.....	<u>\$ 493,000</u>	<u>\$ 382,787</u>	<u>\$ 367,645</u>

Estimated value of major services not included
in this department's appropriations

	1965-66	1964-65
Accommodation—provided by Department of Public Works.....	21,700	29,200
Accounting and cheque issue services—Comptroller of the Treasury.....	4,800	3,900
Contributions to superannuation account—Department of Finance.....	17,700	16,700
Employee surgical-medical insurance premiums—Department of Finance.....	1,300	1,300
Employee compensation payments—Department of Labour.....	100	100
Carrying of franked mail—Post Office Department.....	9,900	15,800
	<u>\$ 55,500</u>	<u>\$ 67,000</u>

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
Refunds of previous years' expenditure.....	35 00	74 98
Miscellaneous.....		770 00
Total.....	<u>\$ 35 00</u>	<u>\$ 844 98</u>

Certified correct.

ANDREW STEWART,
Chairman.

1965-66

PUBLIC ACCOUNTS

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CANADA EMERGENCY MEASURES ORGANIZATION

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Details of

EXPENDITURES AND REVENUES

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CANADA EMERGENCY MEASURES ORGANIZATION

(provided for in Defence Production Estimates 1965-66)

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
6-2	20	Administration and operation.....	2,780,200 00	2,177,852 89	1,964,299 25
6-3	25	Construction or acquisition of buildings, works, land and equipment.....	1,764,200 00	466,059 04	762,332 57
6-3	30	Grants to provinces and municipalities for Civil Defence and related purposes.....	5,200,000 00	5,100,345 32	4,927,235 76
		Total.....	<u>\$ 9,744,400 00</u>	<u>\$ 7,744,257 25</u>	<u>\$ 7,653,867 58</u>

Vote 20 Administration and operation.....	2,719,800
Transfer from Department of Finance Vote 15 contingencies.....	60,400
	2,780,200
Expenditures.....	<u>\$ 2,177,853</u>

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$1,303,000			
Transfer from Department of Finance Vote 15 contingencies.....	60,400			
		(1) 1,363,400	1,363,400	1,215,994
Overtime.....		(1) 8,000	8,000	4,922
Allowances.....		(2) 14,000	14,000	2,898
A Professional and special services.....		(4) 532,500	532,500	308,727
Travelling expenses.....		(5) 50,000	60,000	53,062
Freight, express and cartage.....		(6) 9,000	9,000	4,379
Postage.....		(7) 3,000	3,000	2,833
Telephones, telegrams and other communication services		(8) 70,100	70,100	38,977
Informational publications.....		(9) 74,000	74,000	34,494
Informational programs other than publications.....		(10) 46,500	46,500	44,067
Office stationery; supplies and equipment.....		(11) 78,000	78,000	55,884
Materials and supplies.....		(12) 159,800	159,800	95,269
Repairs and upkeep of buildings and works.....		(14) 29,200	29,200	21,445
Repairs and upkeep of equipment.....		(17) 87,200	87,200	66,995
Municipal or public utility services.....		(19) 26,500	26,500	24,132
Travelling expenses other than staff.....		(22) 215,000	205,000	191,915
Sundries.....		(22) 14,000	14,000	11,860
Total.....		<u>\$ 2,780,200</u>	<u>\$ 2,780,200</u>	<u>\$ 2,177,853</u>

Revenue arising from the above expenditures amounted to \$15,147 and consisted of *Privileges, licences and permits* \$13,231—rentals \$13,231; *Proceeds from sales* \$1,224—sale of food \$1,224; *Services and service fees* \$584; *Miscellaneous* \$108.

A Payments by service with individual payments of \$2,000 or over were:

Commissionaire services \$47,611—Canadian Corps of Commissionaires Montreal \$47,611.

Research and consulting services \$61,445—D W Carr Ltd Ottawa \$26,574, McGill University Montreal \$10,692, Nuclear Tracers Ltd Toronto \$20,868, University of Waterloo Waterloo Ont (A N Sherbourne) \$3,311.

Vote 25 Construction or acquisition of buildings, works, land and equipment including authority to make recoverable advances not exceeding in the aggregate the amounts of the shares of the governments of the provinces of the costs of joint programs.....

1,764,200

Expenditures.....

\$ 466,059

	Estimates	Allotments	Expenditures
Construction of buildings.....	1,075,000		
A Planning and construction of the first stage of a new Civil Defence College at Arnprior.....		350,000	11,506
B Construction and development of zone headquarters at selected locations across Canada.....		300,000	40,507
Construction and development of regional emergency headquarters.....		250,000	
Development of communal shelter space in existing buildings.....		100,000	
Construction and development of relocation facilities at the regional level in selected provinces.....		40,000	
Construction and instrumentation of scale model shelters for testing purposes.....		35,000	20,353
Total construction of buildings..... (13)	1,075,000	1,075,000	72,366
Acquisition of equipment.....	689,200		
Acquisition of radiation detection equipment.....		480,000	282,632
Acquisition of equipment for emergency facilities at the regional and zonal level.....		176,000	92,156
Acquisition for automotive, training, shop and maintenance equipment for use at the Civil Defence College at Arnprior.....		25,700	15,052
Acquisition of items of shelter equipment for testing and other purposes.....		7,500	3,853
Total acquisition of equipment..... (16)	689,200	689,200	393,693
	\$ 1,764,200	\$ 1,764,200	\$ 466,059

The variation between the appropriation and expenditures charged thereto resulted from: (a) the decision to combine college with a protective emergency government relocation unit presented economic difficulties which delayed construction, (b) negotiation of cost sharing agreements with the provinces caused delay of construction of zone headquarters, (c) the development of communal shelter space, a cost sharing project with a province for the development of shelter space in the garage area of a new Cultural Centre, did not materialize due to the deletion of the garage from the project to reduce cost of the Centre, (d) delays in construction of relocation units were due to inability to secure suitable location.

Revenue arising from the above expenditures amounted to \$13,585 and consisted of *Proceeds from sales* \$4,235—sale of scrap and unusable Civil Defence equipment \$4,235; *Miscellaneous* \$9,350—proceeds of stores issued to Provincial Civil Defence Director \$9,350.

A Included \$11,151 paid to Burgess, McLean and MacPhadyen Ottawa for consultant fees.

B Included \$2,409 paid to Brunswick Engineering Services Ltd Fredericton for consultant fees.

Vote 30 Grants to provinces and municipalities for civil defence and related purposes and authority to make recoverable advances in accordance with terms and conditions approved by the Treasury Board.....

5,200,000

Expenditures.....

(20) \$ 5,100,345

T.B. 634609, January 25, 1965, prescribed terms and conditions under which grants are available to provinces and municipalities for general civil defence purposes.

The authority provides that the provinces may submit and recommend a project within the following classifications:

- (i) organization, administration and training expenditures, including training exercises;
- (ii) equipment and clothing, including uniforms, required for administration, training and operations, for which there is normally no peacetime use other than for civil defence;
- (iii) construction and alterations for civil defence purposes; and

(iv) operational equipment having a peacetime use.

Generally, the province must undertake to: (a) furnish a detailed statement of the cost of the project and the proportion thereof to be provided from provincial or municipal funds, (b) furnish to the Minister from time to time as he may require, reports covering the development of the projects, and (c) maintain adequate facility for inspection thereof. Payment (within the amount payable to a province) is based upon a statement of actual expenditures during the fiscal year and amounts to: (a) in the case of projects classified as (i), (ii) and (iii) above, an amount not exceeding 25 cents per capita or 75 per cent of total expenditures on the project, whichever is the lesser, and (b) in the case of a project classified as (iv) above, an amount equal to the amount actually expended by the province. Provision is made for payment in some cases to a municipal civil defence organization rather than to the province.

A statement by provinces follows:

Province	Maximum Entitlement	Approved Projects	Expenditure
Newfoundland.....	65,119	59,400	49,860
Nova Scotia.....	213,123	213,123	207,187
Prince Edward Island.....	22,474	22,474	17,272
New Brunswick.....	155,109	155,109	143,578
Quebec.....	1,482,057	1,482,057	1,468,495
Ontario.....	1,706,312	1,706,312	1,690,235
Manitoba.....	250,884	250,884	243,014
Saskatchewan.....	220,579	220,579	197,888
Alberta.....	558,745	558,745	558,745
British Columbia.....	514,198	514,198	514,198
Yukon Territory.....	11,400	11,394	9,873
	<u>\$ 5,200,000</u>	<u>\$ 5,194,275</u>	<u>\$ 5,100,345</u>

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	1,371,400	1,220,916	1,117,902
(2) Civilian allowances.....	14,000	2,898	1,245
(4) Professional and special services.....	532,500	308,727	237,891
(5) Travelling and removal expenses.....	50,000	53,062	59,264
(6) Freight, express and cartage.....	9,000	4,379	3,524
(7) Postage.....	3,000	2,833	2,226
(8) Telephones, telegrams and other communication services...	70,100	38,977	28,911
(9) Publication of departmental reports and other materials....	74,000	34,494	37,079
(10) Exhibits, advertising, films, broadcasting and displays.....	46,500	44,067	25,563
(11) Office stationery, supplies, equipment and furnishings.....	78,000	55,884	44,595
(12) Materials and supplies.....	159,800	95,269	119,491
Buildings and works, including land—			
(13) Construction or acquisition.....	1,075,000	72,366	78,899
(14) Repairs and upkeep.....	29,200	21,445	42,887
Equipment—			
(16) Construction or acquisition.....	689,200	393,693	683,434
(17) Repairs and upkeep.....	87,200	66,995	33,421
(19) Municipal or public utility services.....	26,500	24,132	26,219
(20) Contributions, grants, subsidies, etc., not included elsewhere.	5,200,000	5,100,345	4,927,236
(22) All other expenditures.....	229,000	203,775	184,081
	<u>\$ 9,744,400</u>	<u>\$ 7,744,257</u>	<u>\$ 7,653,868</u>

**Estimated value of major services not included
in this department's appropriations**

	1965-66	1964-65
Accommodation—provided by Department of Public Works.....	48,300	45,300
Accommodation—in this department's own buildings.....	221,700	221,700
Accounting and cheque issue services—Comptroller of the Treasury.....	28,400	12,400
Contributions to the superannuation account—Department of Finance.....	71,000	68,800
Employee surgical-medical insurance premiums—Department of Finance.....	5,800	5,900
Employee compensation payments—Department of Labour.....	100	100
Carrying of franked mail—Post Office Department.....	2,800	1,600
	<u>\$ 378,100</u>	<u>\$ 355,800</u>

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
A Privileges, licences and permits.....	13,230 49	15,422 90
B Proceeds from sales.....	5,459 30	1,200 00
C Services and service fees.....	584 00	683 00
D Refunds of previous years' expenditure.....	21,403 06	79,960 60
E Miscellaneous.....	9,458 35	84,509 33
	<u>\$ 50,135 20</u>	<u>\$ 181,775 83</u>

Details

Non-Tax Revenue—	
A Privileges, licences and permits: Rentals \$13,231.....	13,231
B Proceeds from sales: Sale of food \$1,224; sundries \$4,235.....	5,459
C Services and service fees.....	584
D Refunds of previous years' expenditure: Refunds from provinces \$21,391; sundries \$12.....	21,403
E Miscellaneous: Proceeds of issue of stores supplied by Department of National Defence to Provincial Civil Defence Director \$9,350; sundries \$108.....	9,458
Total.....	<u>\$ 50,135</u>

Certified correct.

J. F. WALLACE,
Acting Director General,
Canada Emergency Measures Organization

1965-66

PUBLIC ACCOUNTS

CANADIAN BROADCASTING CORPORATION

Details of

EXPENDITURES AND REVENUES

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CANADIAN BROADCASTING CORPORATION

The following statements of expenditures and revenues for the Canadian Broadcasting Corporation are only in respect of moneys appropriated by Parliament. The financial statements of the Corporation for the year ended March 31, 1966 are shown in volume III of this report.

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
CANADIAN BROADCASTING CORPORATION					
7-2	1	Grant in respect of the net operating amount required to discharge the responsibilities of the national broadcasting service.....	97,044,000 00	95,062,633 59	85,869,222 13
INTERNATIONAL BROADCASTING SERVICE					
7-2	5	International broadcasting service.....	2,400,000 00	2,396,281 32	2,099,975 78
		Total.....	<u>\$99,444,000 00</u>	<u>\$97,458,914 91</u>	<u>\$87,969,197 91</u>

CANADIAN BROADCASTING CORPORATION

Vote 1	Grant in respect of the net operating amount required to discharge the responsibilities of the national broadcasting service.....	97,044,000
	Expenditures.....	<u>\$ 95,062,634</u>

	Estimates	Allotments	Expenditures
Operating grant.....	96,799,000	96,799,000	94,817,634
Amount required for special programming applicable to centennial celebrations.....	245,000	245,000	245,000
(20)	<u>\$97,044,000</u>	<u>\$97,044,000</u>	<u>\$95,062,634</u>

INTERNATIONAL BROADCASTING SERVICE

NOTE.—All payments for the above Service were made to the Canadian Broadcasting Corporation and comprised reimbursement for expenditures made in connection with the Service, plus supervision charges of 5 per cent, as authorized by P.C. 4/5612, November 4, 1949.

Vote 5	International Broadcasting Service including authority to credit to the appropriation revenue from the rental of facilities in Montreal, Sackville and Vancouver to an amount of \$427,000 and to re-expend these moneys for the purposes of the International Broadcasting Service.....	2,400,000
	Expenditures.....	<u>\$ 2,396,281</u>

	Estimates	Allotments	Expenditures
General overhead			
Administration and general services.....	795,000	829,000	828,566
Less—estimated revenue.....	427,000	427,000	427,000
	<u>368,000</u>	<u>402,000</u>	<u>401,566</u>
Programming and distribution			
English language.....	113,000	122,000	121,622
French language.....	97,000	98,000	97,398
German language.....	57,000	61,000	60,929
Other European languages.....	307,000	325,000	324,484
Latin American languages.....	122,000	107,000	106,892
Production—General.....	739,000	767,000	766,947
Television production.....	149,000	72,000	71,602
Transmitting and receiving.....	384,000	380,000	379,581
	<u>1,968,000</u>	<u>1,932,000</u>	<u>1,929,455</u>
	<u>2,336,000</u>	<u>2,334,000</u>	<u>2,331,021</u>
Special programming applicable to centennial celebrations....	64,000	66,000	65,260
	<u>(10) \$2,400,000</u>	<u>\$2,400,000</u>	<u>\$2,396,281</u>

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
CANADIAN BROADCASTING CORPORATION			
(20) Contributions, grants, subsidies, etc., not included elsewhere.....	97,044,000	95,062,634	85,869,222
INTERNATIONAL BROADCASTING SERVICE			
(10) Exhibits, advertising, films, broadcasting and displays.....	2,400,000	2,396,281	2,099,976
Total.....	<u>\$99,444,000</u>	<u>\$97,458,915</u>	<u>\$87,969,198</u>

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
A Privileges, licences and permits.....	7,598 23	
Proceeds from sales.....		3,135 00
Total.....	<u>\$ 7,598 23</u>	<u>\$ 3,135 00</u>

Details

Non-Tax Revenue—	
A Privileges, licences and permits.....	<u>\$ 7,598</u>

This represents the revenue collected from the rental of facilities in Montreal, Sackville, N.B., and Vancouver, over and above the authorized credit of \$427,000 to Parliamentary Vote 5.

Certified correct.

J. A. OUIMET,
President, Canadian Broadcasting Corporation.

PUBLISHED WEEKLY	OFFICE OF THE PUBLISHER	EDITORIAL DEPARTMENT	BUSINESS DEPARTMENT	ADVERTISING DEPARTMENT	CIRCULATION DEPARTMENT	SUBSCRIPTIONS
JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914
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JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914
JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914
JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914
JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914
JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914
JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914
JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914	JANUARY 1, 1914
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1965-66

PUBLIC ACCOUNTS

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CENTRAL MORTGAGE AND HOUSING CORPORATION

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Details of

EXPENDITURES AND REVENUES

•

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Details of expenditures	8·2
Statement of expenditures by standard objects	8·5
Details of revenues	8·5

CENTRAL MORTGAGE AND HOUSING CORPORATION
(provided for in Post Office Department Estimates 1965-66)

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
8-2	15	To reimburse Central Mortgage and Housing Corporation for expenditures for housing research and community planning.....	1,489,905 00	1,489,904 56	1,233,105 83
8-2	20	To reimburse Central Mortgage and Housing Corporation for net losses resulting from the sale of mortgages....	685,562 00	685,561 53	448,918 76
8-3	25	To reimburse Central Mortgage and Housing Corporation for losses sustained as a result of the operation of public housing projects.....	1,976,649 00	1,976,649 00	1,467,689 13
8-3	30	To reimburse Central Mortgage and Housing Corporation for amounts loaned to any province, municipality or municipal sewerage corporation, and forgiven by the corporation.....	10,513,153 00	10,513,152 71	7,020,493 76
8-3	35	To reimburse Central Mortgage and Housing Corporation for grants to any province or municipality for the preparation or implementation of an urban renewal scheme.....	4,902,418 00	4,902,418 00	4,219,436 00
8-3	Stat.	Contributions to municipalities to assist in the clearance, replanning, rehabilitation and modernization of blighted or substandard areas.....	2,004,272 39	2,004,272 39	562,594 72
Total			\$ 21,571,959 39	\$ 21,571,958 19	\$ 14,952,238 20

Vote 15e	To reimburse Central Mortgage and Housing Corporation pursuant to section 35 of the National Housing Act, 1954, for expenditures incurred during the period January 1, 1965 to December 31, 1965 for housing research and community planning as contemplated by Part V of the National Housing Act, 1954	1,489,905
	Expenditures.....	(22) \$ 1,489,905

Expenditures of \$1,489,905 represent reimbursement to Central Mortgage and Housing Corporation for payments made under authority of section 31 which states "it is the responsibility of the Corporation to cause investigations to be made into housing conditions and the adequacy of existing housing accommodation in Canada or in any part of Canada and to cause steps to be taken for the distribution of information leading to the construction or provision of more adequate and improved housing accommodation and the understanding and adoption of community plans in Canada". Pursuant to section 35 of the Act, a payment shall not be greater than the amount by which the aggregate of \$10,000,000 and any additional amounts authorized by Parliament exceeds the total amount of payments made.

Payments to date were \$10,682,190.

Vote 20e	To reimburse Central Mortgage and Housing Corporation, pursuant to section 5(5) and section 24(b) of the Central Mortgage and Housing Act, for net losses resulting from the sale of mortgages from its portfolio during the calendar year 1965.....	685,562
	Expenditures.....	(22) \$ 685,561

Vote 25e To reimburse Central Mortgage and Housing Corporation for losses sustained by it during the calendar year 1965 as a result of the operation of public housing projects undertaken under Part VI of the National Housing Act, 1954.....

Expenditures..... (22) 1,976,649

\$ 1,976,649

This vote provides for reimbursement, as provided by section 36(3)(b) of the National Housing Act, 1954, to the Corporation for losses sustained as the result of the sale or operation of public housing projects, and for its share of preliminary costs and expenses of investigation of projects that are abandoned.

Vote 30e To reimburse Central Mortgage and Housing Corporation for amounts loaned under section 36H of the National Housing Act, 1954, to any province, municipality or municipal sewerage corporation, and forgiven by the Corporation during the calendar year 1965, pursuant to section 36G of the Act.....

Expenditures..... (22) 10,513,153

\$10,513,153

Vote 35e To reimburse Central Mortgage and Housing Corporation for grants charged to the consolidated revenue fund as established by section 23E of the National Housing Act, 1954, in respect of contributions made during the calendar year 1965, to any province or municipality for the preparation or implementation of an urban renewal scheme or pursuant to an urban redevelopment agreement.....

Expenditures..... (22) 4,902,418

\$ 4,902,418

This vote was provided to reimburse the Corporation for contributions made to any province or municipality as required to meet the Minister's obligations under an urban redevelopment agreement. Pursuant to section 23E(1)(c) of the National Housing Act, 1954, as amended, the Minister may make this payment out of the consolidated revenue fund. Contributions for the period January 1 to December 31, 1965 were \$4,902,418.

Contributions to municipalities to assist in the clearance, replanning, rehabilitation and modernization of blighted or substandard areas, National Housing Act, 1954, c. 23, 1953-54, as amended.....

(20) \$ 2,004,272

\$ 2,004,272

Section 23 of the Act authorizes the Minister, with the approval of the Governor in Council, to enter into agreements with municipalities providing for the payment to a municipality of contributions in respect of the cost to the municipality of acquiring and clearing, whether by condemnation proceedings or otherwise, an area of land in the municipality. The same section authorizes Central Mortgage and Housing Corporation to be paid the money required to carry out such agreements. A payment made under this section shall not be greater than the amount by which the aggregate of \$300,000,000 and any additional amounts authorized by Parliament exceeds the total amount of payments made. Payments to date were \$29,476,848.

Total payments under the Act during the fiscal year to reimburse the Corporation for contributions made to municipalities were \$6,344,095 of which \$4,339,823 for the period April to December 1965 was charged to Post Office Department Vote 35e at the close of the fiscal year. In addition an expenditure made in 1964-65 under the Act for the period January to March 1965 in the amount of \$562,595 was also charged to Post Office Department Vote 35e and credited to non-tax revenue—refunds of previous years' expenditure. The balance of \$2,004,272 charged to the statutory item will be charged to an appropriation to be provided in 1966-67.

P.C. 1965-13/379, March 5, 1965, approved an agreement with the St. John's Metropolitan Area Board, St. John's for preparing an urban renewal scheme for an area known as Blackhead Road project. The agreement provides for contributions estimated to be \$19,500 but not exceeding one-half of the cost. Payments to the Corporation were \$13,662.

P.C. 1965-1600, September 2, 1965, approved an agreement with the City of Dartmouth N S for the preparation of an urban renewal scheme in the City. The agreement provides for contributions estimated to be \$17,600 but not exceeding one-half of the cost. Payments to the Corporation were \$9,490.

P.C. 1963-1182, August 14, 1963, approved an agreement with the City of Halifax for the acquisition and clearance of a blighted and substandard area known as project Uniacke Square. The agreement provides for contributions estimated to be \$1,763,000 but not exceeding one-half of the cost of acquiring and clearing the area. Payments to the Corporation were \$352,928, to date \$613,125.

P.C. 1960-503, April 13, 1960, P.C. 1965-12/1091, June 18, 1965 and P.C. 1965-2138, December 1, 1965, approved agreements with the City of Saint John for the acquisition and clearing of a blighted and substandard area in the vicinity of Prince Edward and St. Patrick Streets. The agreements provide for contributions estimated to be approximately \$1,838,164 but not exceeding one-half of the cost. Payments to the Corporation were \$299,717, to date \$1,718,255.

P.C. 1965-3/1228, July 9, 1965, approved an agreement with the City of Saint John for the preparation of an urban renewal scheme in an area known as project North End and West Side. The Corporation will contribute one-half of the cost up to a maximum amount of \$29,650. Payments to the Corporation were \$1,585.

P.C. 1962-332, March 9, 1962 and P.C. 1962-698, May 12, 1962, approved an agreement with the City of Montreal for the acquisition and clearance of a blighted area in the east end bounded by Wolfe, Dorchester, Craig and Papineau Streets. The agreement provides for contributions not exceeding one-half of the cost of acquiring and clearing the area and is estimated to be approximately \$3,693,541, less one-half of the proceeds from the disposal of the cleared land. Payments to the Corporation were \$1,551,692, to date \$3,630,650.

P.C. 1963-225, February 8, 1963, approved an agreement with the City of Montreal for the acquisition and clearance of a blighted and substandard area known as project Victoriatown. The agreement provides for contributions estimated to be \$1,622,708 but not exceeding one-half of the cost of acquiring and clearing the area. Payments to the Corporation were \$361,528, to date \$973,066.

P.C. 1964-1429, September 11, 1964, approved an agreement with the City of Hamilton Ont for supplementing an urban renewal scheme for an area known as the North End Project. The agreement provides for contributions estimated to be approximately \$4,707,000 but not exceeding one-half of the cost. Payments to the Corporation were \$857,550.

P.C. 1964-775, May 28, 1964 and P.C. 1965-271, February 19, 1965 approved agreements with the City of Kingston Ont for the acquisition and clearance, installation of municipal works and services for an area known as project Rideau Heights. The agreements provide for contributions estimated to be \$273,967 but not exceeding one-half of the cost. Payments to the Corporation were \$215,741.

P.C. 1963-1801, December 12, 1963, approved an agreement with the City of Ottawa for the acquisition and clearance of a blighted and substandard area known as project Preston Street. The agreement provides for contributions estimated to be \$2,250,000 but not exceeding one-half of the cost of acquiring and clearing the area. Payments to the Corporation were \$583,856, to date \$1,857,395.

P.C. 1965-272, February 19, 1965, approved an agreement with the City of Ottawa for installing municipal services or works in the Preston Street urban renewal area. The agreement provides for contributions estimated to be \$125,000 but not exceeding one-half of the cost. Payments to the Corporation were \$634.

P.C. 1960-749, June 2, 1960, approved an agreement with the City of Sarnia Ont for the acquisition and clearance of the Bluewater area. The agreement provides for contributions estimated to be approximately \$1,585,000 but not exceeding one-half of the cost of acquiring and clearing the area. Payments to the Corporation were \$40,168, to date \$1,998,402.

P.C. 1965-222, February 11, 1965, approved an agreement with the City of Sudbury Ont for the preparation of an urban renewal scheme for an area known as Borgia Area. The agreement provides for contributions estimated to be \$11,309 but not exceeding one-half of the cost. Payments to the Corporation were \$7,394.

P.C. 1959-774, June 18, 1959 and P.C. 1962-992, June 28, 1962, approved an agreement with the City of Toronto for the acquisition, clearance and replanning of a blighted and substandard area known as Moss Park. The agreement provides for contributions estimated to be approximately \$4,250,000 but not exceeding one-half of the cost of acquiring and clearing the area. Payments to the Corporation were \$32,225, to date \$3,553,183.

P.C. 1964-437, March 26, 1964, approved an agreement with the City of Toronto for the acquisition and clearance of an area known as Alexandra Park. The agreement provides for contributions estimated to be \$5,000,000 but not exceeding one-half of the cost. Payments to the Corporation were \$779,295.

P.C. 1965-917, May 20, 1965, approved an agreement with the City of Toronto for preparing an urban renewal scheme for an area known as Alexandra Park. The agreement provides for contributions estimated to be \$23,260 but not exceeding one-half of the cost. Payments to the Corporation were \$13,907.

P.C. 1959-47, January 14, 1959, approved an agreement with the City of Windsor Ont for the acquisition and clearance of a blighted and substandard area in central Windsor. The agreement provides for contributions estimated to be approximately \$2,147,690 but not exceeding one-half of the cost of acquiring and clearing the area. Payments to the Corporation were \$104,588, to date \$1,876,067.

P.C. 1961-1408, September 28, 1961, approved an agreement with the City of Winnipeg for acquisition and clearance of a blighted area north of the CPR tracks and west of Main Street. The agreement provides for contributions estimated to be approximately \$3,689,500 but not exceeding one-half of the cost of acquiring and clearing the area. Payments to the Corporation were \$641,498, to date \$1,188,991.

P.C. 1965-9/138, January 28, 1965, amended by P.C. 1965-9/269, February 19, 1965, approved an agreement with the Corporation of the District of Burnaby B C for preparing an urban renewal scheme for an area known as the Hastings Street Redevelopment project. The agreement provides for contributions estimated to be \$3,575 but not exceeding one-half of the cost. Payments to the Corporation were \$2,750.

P.C. 1960-862, June 23, 1960, approved an agreement with the City of Vancouver for the acquisition and clearing of an area in the vicinity of False Creek. The agreement provides for contributions estimated to be approximately \$2,621,709 but not exceeding one-half of the cost of acquiring and clearing the area. Payments to the Corporation were \$44,004, to date \$1,424,333.

P.C. 1964-1001, July 9, 1964, approved an agreement with the City of Vancouver for the acquisition and clearing of an area known as Project 2. The agreement provides for contributions estimated to be \$3,000,000 but not exceeding one-half of the cost. Payments to the Corporation were \$422,577.

P.C. 1964-1895, December 10, 1964, amended by P.C. 1965-1963, November 1, 1965, approved an agreement with the City of Vancouver for the preparation of an urban renewal scheme, including various other costs, for an area known as Urban Renewal Scheme 3. The agreement provides for contributions estimated to be \$65,000 but not exceeding one-half of the cost. Payments to the Corporation were \$7,306.

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(20) Contributions, grants, subsidies, etc., not included elsewhere— Contributions to municipalities to assist in the clearance, replanning, rehabilitation and modernization of blighted or substandard areas.....	2,004,272	2,004,272	562,595
(22) All other expenditures.....	19,567,687	19,567,686	14,389,643
Total.....	<u>\$21,571,959</u>	<u>\$21,571,958</u>	<u>\$14,952,238</u>

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
A Return on investments.....	107,842,851 36	93,349,200 32
B Proceeds from sales.....	4,785,527 64	5,007,045 95
C Refunds of previous years' expenditure.....	562,594 72	452,846 45
D Miscellaneous	1,665,373 46	1,440,342 06
Total.....	<u>\$114,856,347 18</u>	<u>\$100,249,434 78</u>

Details

Non-Tax Revenue—		
A Return on investments:		
Interest on debentures, \$102,590,050; net profit of the Corporation received in accordance with the provisions of section 30 of the Central Mortgage and Housing Corporation Act, c. 46, R.S., \$5,252,801.....		107,842,851
B Proceeds from sales:		
Sales of properties.....		4,785,528
C Refunds of previous years' expenditure:		
Payments made to the Corporation from a statutory vote during the fiscal year 1964-65 from January to March, 1965 were charged to Vote 35e in the current fiscal year and the credit was made to this account.....		562,595
D Miscellaneous:		
Net profits under the Housing Act.....		1,665,373
Total.....		<u>\$114,856,347</u>

Certified correct.

H. R. BALLS,
Comptroller of the Treasury.

1965-66

PUBLIC ACCOUNTS

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OFFICE OF THE CHIEF ELECTORAL OFFICER

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Details of

EXPENDITURES AND REVENUES

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OFFICE OF THE CHIEF ELECTORAL OFFICER

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
9-2	Stat.	Expenses of elections including the salary of the Chief Electoral Officer	12,725,443 14	12,725,443 14	458,664 14
9-2	1	Salaries and expenses of office	235,600 00	227,697 33	119,510 48
		Total	<u>\$12,961,043 14</u>	<u>\$12,953,140 47</u>	<u>\$ 578,174 62</u>

Expenses of elections including the salary of the Chief Electoral Officer

*Salary of the Chief Electoral Officer, Nelson Castonguay, Canada
Elections Act, c. 39, Statutes of 1960, as amended*

Salary..... (1) nil

Nelson Castonguay was appointed to the office of Representation Commissioner effective December 21, 1963 and his salary from that date is shown in section 38 of this volume.

*Expenses of elections, Canada Elections Act,
c. 39, Statutes of 1960, as amended*

A	Fees, costs, allowances and expenses	12,486,587
B	Printing and material	234,757
	Yukon Territory Council elections	4,099
	(22)	<u>12,725,443</u>

A statement of expenditures by provinces is given in tabular form as an appendix to this section.

- A These are governed by the Act and various Orders in Council.
- B These are expenditures which cannot be allocated to a province.

Payments totalling \$177,101 were made to the Department of Public Printing and Stationery.

Total Statutory item..... \$12,725,443

Vote 1	Salaries and expenses of office	115,600
	Transfer from Department of Finance Vote 15 contingencies	120,000
	Expenditures	<u>235,600</u>
		<u>\$ 227,697</u>

	Estimates	Allotments	Expenditures
Salaries	\$ 97,900		
Transfer from Department of Finance Vote 15 contingencies	120,000		
	(1) 217,900	217,900	212,306

		Estimates	Allotments	Expenditures
A	Commissionaire services.....	(4) 11,500	11,500	11,128
	Travelling expenses.....	(5) 1,500	1,450	378
	Freight, express and cartage.....	(6) 100	100	36
	Postage.....	(7) 200	200	200
	Telephones and telegrams.....	(8) 1,700	1,750	1,728
	Office stationery, supplies and equipment.....	(11) 1,500	1,500	962
	Sundries.....	(22) 1,200	1,200	959
		<u>\$ 235,600</u>	<u>\$ 235,600</u>	<u>\$ 227,697</u>

A Payments by services with individual payments of \$2,000 or over were:

Commissionaire services \$11,128—Canadian Corps of Commissionaires Montreal \$11,128.

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and Wages.....	217,900	212,306	101,708
(4) Professional and special services.....	11,500	11,128	10,608
(5) Travelling and removal expenses.....	1,500	378	1,342
(6) Freight, express and cartage.....	100	36	
(7) Postage.....	200	200	200
(8) Telephones, telegrams and other communication services.....	1,700	1,728	1,682
(11) Office stationery, supplies, equipment and furnishings.....	1,500	962	936
Equipment—			
(16) Construction or acquisition.....			2,449
(22) All other expenditures.....	12,726,643	12,726,402	459,250
Total.....	<u>\$12,961,043</u>	<u>\$12,953,140</u>	<u>\$ 578,175</u>

Estimated value of major services not included in this department's appropriations

	1965-66	1964-65
Accommodation—provided by Department of Public Works.....	77,900	67,900
Accounting and cheque issue services—Comptroller of the Treasury.....	16,400	20,300
Contributions to superannuation account—Department of Finance.....	6,900	6,800
Employee surgical-medical insurance premiums—Department of Finance.....	600	600
Employee compensation payments—Department of Labour.....	3,500	2,400
Carrying of franked mail—Post Office Department.....	3,500	5,500
	<u>\$ 108,800</u>	<u>\$ 103,500</u>

Payments of Damage Claims

Sundry claims, each under \$1,000 (1).....	<u>\$ 45</u>
--	--------------

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
A Proceeds from sales.....	20 00	
Refunds of previous years' expenditure.....		10 00
B Miscellaneous.....	96,800 30	2,300 00
Total.....	<u>\$96,820 30</u>	<u>\$ 2,310 00</u>

Details

Non-Tax Revenue—

A Proceeds from sales: Sale of preliminary voters' lists.....	20
B Miscellaneous: Forfeiture of candidates' election deposits, \$96,800.....	96,800
	<u>\$ 96,820</u>

Certified correct.

J. M. HAMEL,
Chief Electoral Officer.

Comparative Statement of Accounts Receivable
at March 31

	1966	1965
Current year—		
Collectible.....	339	
Previous years—		
Collectible.....	111	111
	<u>\$ 450</u>	<u>\$ 111</u>

Appendix

STATEMENT OF EXPENDITURES—GENERAL ELECTIONS AND BY-ELECTIONS

	Returning officers' services and office expenses	Printing	Prepar- atory work	Enumer- ation	Polling station accounts	Total
	\$	\$	\$	\$	\$	\$
General Elections—						
Prior to 1962.....		1,408			67	1,475
1962.....		121			88	209
1963.....	457	558	299		284	1,598
1965.....	1,661,983	2,401,904	148,181	4,990,598	3,352,605	12,555,271
Next General Election.....			161,691			161,691
By-Elections—						
1964.....	1,044		56			1,100
1966—						
Yukon Territory						
Council Vote.....	1,438	675	496	898	592	4,099
Total.....	1,664,922	2,404,666	310,723	4,991,496	3,353,636	12,725,443

General Election 1962

	Returning officers' services and office expenses	Printing	Prepar- atory work	Enumer- ation	Polling station accounts	Total
	\$	\$	\$	\$	\$	\$
SUMMARY						
Ontario.....		121				121
Manitoba.....					20	20
Saskatchewan.....					30	30
Alberta.....					18	18
British Columbia.....					20	20
Total.....		121			88	209

General Election 1963

	Returning officers' services and office expenses	Printing	Prepar- atory work	Enumer- ation	Polling station accounts	Total
	\$	\$	\$	\$	\$	\$
SUMMARY						
Newfoundland.....					70	70
Quebec.....	457	418	100			975
Ontario.....		140				140
Manitoba.....			199		39	238
Saskatchewan.....					61	61
Alberta.....					66	66
British Columbia.....					48	48
Total.....	457	558	299		284	1,598

General Election 1965

—	Returning officers' services and office expenses	Printing	Prepar- atory work	Enumer- ation	Polling station accounts	Total
	\$	\$	\$	\$	\$	\$
SUMMARY						
Newfoundland.....	42,622	51,209	1,649	107,749	93,045	296,274
Nova Scotia.....	56,508	90,962	2,426	172,199	131,556	453,651
Prince Edward Island.....	9,130	13,386	403	21,568	19,224	63,711
New Brunswick.....	44,156	69,808	1,678	118,185	96,337	330,164
Quebec.....	433,366	717,415	25,844	1,477,343	960,917	3,614,885
Ontario.....	511,223	824,040	22,446	1,757,976	1,095,496	4,211,181
Manitoba.....	74,496	123,907	3,521	234,566	165,055	601,545
Saskatchewan.....	91,472	116,349	4,635	270,046	228,089	710,591
Alberta.....	111,076	166,415	5,932	356,584	257,790	897,797
British Columbia.....	152,109	223,509	6,021	463,720	294,593	1,139,952
Northwest Territories.....	41,453	3,064	410	9,289	6,461	60,677
Yukon Territory.....	4,071	1,840	150	1,373	4,042	11,476
Canadian Forces Voting.....	90,301					90,301
General accounts.....			73,066			73,066
Total.....	1,661,983	2,401,904	148,181	4,990,598	3,352,605	12,555,271

Next General Election

—	Returning officers' services and office expenses	Printing	Prepar- atory work	Enumer- ation	Polling station accounts	Total
	\$	\$	\$	\$	\$	\$
SUMMARY						
General accounts.....			161,691			161,691
Total.....			161,691			161,691

By-Elections 1964

—	Returning officers' services and office expenses	Printing	Prepar- atory work	Enumer- ation	Polling station accounts	Total
	\$	\$	\$	\$	\$	\$
SUMMARY						
Nova Scotia.....			56			56
Quebec.....	1,044					1,044
Total.....	1,044		56			1,100

1965-66

PUBLIC ACCOUNTS

•

DEPARTMENT OF CITIZENSHIP AND IMMIGRATION

•

Details of

EXPENDITURES AND REVENUES

•

CONTENTS

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Summary of appropriations and expenditures	10• 2
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Statement of estimated value of major services provided without charge	10• 17
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DEPARTMENT OF CITIZENSHIP AND IMMIGRATION

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, the Governor General in Council, by P.C. 1965-2283, December 22, 1965, transferred from the Minister of Labour to the Minister of Citizenship and Immigration: (a) the control or supervision of the parts of the public service in the Department of Labour known as: National Employment Service, Civilian Rehabilitation Branch, Technical and Vocational Training Branch, Manpower Consultative Service, and such parts of other branches as relate to manpower; and (b) the powers, duties or functions of the Minister of Labour under the Technical and Vocational Training Assistance Act, the Vocational Rehabilitation of Disabled Persons Act, and Sections 21 to 24 of the Unemployment Insurance Act.

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, the Governor General in Council, by P.C. 1965-2285, December 22, 1965, transferred from the Minister of Citizenship and Immigration to the Minister of Northern Affairs and National Resources: (a) the control or supervision of that part of the public service known as the Indian Affairs Branch of the Department of Citizenship and Immigration; (b) the powers, duties or functions of the Minister of Citizenship and Immigration under the Indian Act, and (c) all other powers, duties and functions relating to Indian Affairs exercised or performed by the Minister of Citizenship and Immigration pursuant to the Department of Citizenship and Immigration Act.

In accordance with the usual practice, the details of both 1965-66 and 1964-65 expenditures and revenues are shown under the department to which the transfer was made.

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
10·3	Stat.	Minister of Citizenship and Immigration— Salary and motor car allowance.....	17,000 00	17,000 00	17,000 00
10·4	1	Departmental administration.....	1,362,725 00	1,352,258 66	1,204,329 22
CITIZENSHIP					
10·4	5	Administration, operation and maintenance, including grants and contributions	2,151,000 00	2,088,992 38	1,802,927 17
IMMIGRATION					
10·6	10	Administration, operation and maintenance, including trans-oceanic and inland transportation.....	15,248,300 00	14,268,853 78	12,195,187 26
<i>Transfer from Department of Labour</i>					
GENERAL ADMINISTRATION					
10·8		That portion of Vote 1—General administration which relates to Civilian Rehabilitation Branch and Manpower consultative services and such other branches as relate to Manpower.....	2,211,634 00	2,056,499 73	1,550,349 26
10·10		Vote 5—Payments to carry out the purposes of the Vocational Rehabilitation of Disabled Persons Act; payments to provinces under agreements for the organization and use of workers for farming and related industries; and payments in respect of labour mobility and assessment incentives.....	1,395,000 00	1,006,176 98	742,622 08
10·11		*Vote 5—Payments to carry out the purposes of the Vocational Rehabilitation of Disabled Persons Act; payments to employers on behalf of workers engaged under the older worker employment and training incentive program; payments to			

DEPARTMENT OF CITIZENSHIP AND IMMIGRATION

10-3

Page	Vote	1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
	provinces pursuant to federal-provincial farm labour agreements; and payments in respect of labour mobility and assessment incentives—To authorize payment in the 1965-66 fiscal year of amounts to meet undischarged commitments under the older worker employment and training incentive program.....	3,290,764 55	9,375 71	876,614 37
10-11	Vote 6—Payments to provinces and in respect of Indian bands under the municipal winter works incentive program during the 1965-66 and 1966-67 fiscal years; and payments in those fiscal years to provinces in respect of previous municipal winter works incentive programs.....	54,000,000 00		
10-11	*Vote 6—Payments to provinces and in respect of Indian bands under the municipal winter works incentive program during the 1964-65 and 1965-66 fiscal years; and payments in those fiscal years to provinces in respect of previous municipal winter works incentive programs.....	26,318,304 58	41,147,847 45	42,841,074 10
TECHNICAL AND VOCATIONAL TRAINING				
10-12	Vote 10—Technical and vocational training assistance—Administration.....	871,600 00	687,526 77	630,907 64
10-12	Vote 12—Acquisition of buildings, works and land commonly known as the Mississauga Indian Village at Elliot Lake, Ontario for the purposes of the Elliot Lake Centre for continuing education...	437,000 00	437,000 00	
10-13	Vote 15—Payments to provinces to carry out the purposes of the Technical and Vocational Training Assistance Act....	159,018,000 00 160,326,600 00	152,761,542 56 153,886,069 33	97,233,887 72 97,864,795 36
NATIONAL EMPLOYMENT SERVICE				
10-15	Vote 30—Administration of the National Employment Service including the transfer of labour to places where employment is available.....	26,315,300 00	22,683,181 80	21,651,664 00
10-16	Vote 35—To authorize grants to or in respect of workers who are moved from one place in Canada to another place in Canada in connection with the Manpower Mobility Program.....	5,000,001 00 31,315,301 00	43,503 56 22,731,685 36	21,651,664 00
GENERAL				
10-16	Stat. Gratuities to families of deceased employees	1,495 00	1,495 00	4,450 00
10-16	Stat. Refunds of amounts credited to revenue in previous years.....	749 71	749 71	917 53
10-16	Stat. Write-off of assets.....	76 30	76 30	244,988 93
Total.....		\$297,638,950 14	\$238,567,080 39	\$180,996,919 28

*These votes appear in the 1964-65 Estimates.

Salary of the Minister, Salaries Act, c. 243, R.S., as amended.....	(1)	\$ 15,000
Motor car allowance to Minister, c. 249, R.S., as amended.....	(2)	\$ 2,000

The above amounts were paid to: Hon J R Nicholson for the period April 1 to December 17, 1965, \$12,110; Hon J Marchand for the period December 18, 1965 to March 31, 1966, \$4,890.

Hon J R Nicholson received travelling expenses of \$15,551; Hon J Marchand, \$947 both charged to Vote 1.

Vote 1 Departmental administration.....	1,257,800
Vote 1b.....	99,600
Transfer from Department of Finance Vote 15 contingencies.....	42,800
	<u>1,400,200</u>
Less—Amount transferred to Department of Northern Affairs and National Resources.....	37,475
	<u>1,362,725</u>
Expenditures.....	<u>\$ 1,352,259</u>

Expenditures included an ex-gratia payment of over \$100 as follows:

Particulars and payee	Authority	Amount
Payment of amount representing per diem allowances incurred as a result of a change in headquarters from Ottawa to Quebec City.		
G Gravel.....	P.C. 1966-12/104 January 19, 1966	\$ 508

Departmental administration

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 1,072,000		
Transfer from Department of Finance Vote 15 contingencies.....	42,800		
	(1) 1,114,800	1,076,600	1,070,099
Overtime.....	(1) 5,000	4,000	2,951
A Professional and special services.....	(4) 115,600	119,800	119,674
Travelling expenses.....	(5) 40,000	55,000	52,833
Telephones and telegrams.....	(8) 16,000	17,000	16,739
Office stationery, supplies and equipment.....	(11) 69,000	87,000	86,861
Materials and supplies.....	(12) 559	559	559
Repairs and upkeep of equipment.....	(17) 266	266	266
Sundries.....	(22) 1,500	2,500	2,277
	<u>\$ 1,362,725</u>	<u>\$ 1,362,725</u>	<u>\$ 1,352,259</u>

- A Payments by services with individual payments of \$2,000 or over were:
- Commissionaire services* \$18,082—Canadian Corps of Commissionaires Montreal \$18,082.
- Consulting services* \$79,920—Urwick Currie Limited Montreal \$79,374.
- Mail delivery service* \$7,664—Canadian Skycap Service Ltd Lasalle Que \$7,664.
- Research studies* \$12,350—Association of Canadian Medical Colleges Ottawa \$2,500, Canadian Institute of Cultural Research Toronto \$5,000, Mount Allison University Sackville N B \$3,000.
- Miscellaneous services*—\$1,658.

CITIZENSHIP

Vote 5 Administration, operation and maintenance including grants and contributions for language instruction and citizenship promotion, and grants to organizations as detailed in the Estimates.....	2,044,500
Vote 5b.....	25,000
Vote 5c.....	40,000
Transfer from Department of Finance Vote 15 contingencies.....	41,500
	<u>2,151,000</u>
Expenditures.....	<u>\$ 2,088,992</u>

Total revenue arising from the above expenditures amounted to \$490,066.

Expenditures included an ex-gratia payment in excess of \$100 as follows:

Particulars and payee	Authority	Amount
Reimbursement of costs incurred in pursuing action in the Courts in their attempt to have the decision of the Citizenship Court Judge reversed.		
Mr and Mrs Ernst Bergsma.....	P.C. 1965-1/583, March 30, 1965	\$ 2,396

Citizenship Registration Branch

	Estimates	Allotments	Expenditures
Salaries and wages.....\$ 824,900			
Transfer from Department of Finance Vote 15 contingencies..... 20,000			
	(1) 844,900	842,900	815,594
Professional and special services.....	(4) 500	500	294
Travelling expenses.....	(5) 27,400	27,400	19,040
Freight, express and cartage.....	(6) 1,500	1,500	957
Postage.....	(7) 5,900	5,900	5,900
Telephones and telegrams.....	(8) 9,000	11,000	9,296
Publication of departmental reports and other material.....	(9) 100	100	
Office stationery, supplies and equipment.....	(11) 76,800	72,995	61,512
Sundries.....	(22) 1,000	4,805	4,491
	\$ 967,100	\$ 967,100	\$ 917,084

Revenue arising from the above expenditures amounted to \$490,066 and consisted of *Privileges, licences and permits* \$489,852—certificates of citizenship \$489,852; *Services and service fees*—\$195; *Miscellaneous*—\$19.

Citizenship Branch including grants and contributions for language instruction and citizenship promotion, and grants to organizations as detailed in the Estimates

	Estimates	Allotments	Expenditures
Salaries and wages.....\$ 398,650			
Transfer from Department of Finance Vote 15 contingencies..... 21,500			
	(1) 420,150	440,150	435,414
A Professional and special services.....	(4) 13,000	12,400	12,332
Travelling expenses.....	(5) 43,750	61,250	60,974
Freight, express and cartage.....	(6) 1,500	1,500	1,386
Postage.....	(7) 1,800	1,800	1,800
Telephones and telegrams.....	(8) 8,500	12,400	12,391
Educational and informational publications.....	(9) 71,100	31,800	30,810
Advertising, films and displays.....	(10) 78,100	83,000	82,961
Office stationery, supplies and equipment.....	(11) 11,300	14,800	14,670
B Contributions to the provinces and the territories towards the cost of language texts for citizenship classes.....	(20) 56,000	47,000	44,944
C Contributions towards the cost of citizenship and language instruction for immigrants, equal to one-half the appropriate provincial or territorial governments' share.....	(20) 220,200	220,200	220,013
Grants for citizenship promotion.....	(20) 202,500	202,500	199,366
Canadian General Council of the Boy Scouts Association.....	(20) 15,000	15,000	15,000
Canadian Council of the Girl Guides Association.....	(20) 15,000	15,000	15,000
Boys' Clubs of Canada.....	(20) 10,000	10,000	10,000
Travelling expenses—other than staff.....	(22) 13,000	11,300	11,289
Sundries.....	(22) 3,000	3,800	3,558
	\$ 1,183,900	\$ 1,183,900	\$ 1,171,908

A Payments by services with individual payments of \$2,000 or over were:

Foreign press reading services \$8,672.

Linguistic pedagogy consulting services \$2,135—William F Mackay Ste Foy Quebec \$2,135.

Miscellaneous services \$1,658.

B T.B. 610953, May 28, 1963, authorized the Department to reimburse the provincial governments for the total expenditures made on language textbooks for use by adult immigrants in programs of language instructions. Payments were as follows: Nova Scotia \$80, Ontario \$41,071, Saskatchewan \$774, Alberta \$3,019.

C Expenditures consisted of payments to provincial departments of education as follows: Nova Scotia \$1,420, Prince Edward Island \$850, New Brunswick \$112, Ontario \$188,745, Manitoba \$5,844, Saskatchewan \$7,004, Alberta \$1,688, British Columbia \$14,350.

Total Vote 5.....	\$ 2,151,000	\$ 2,151,000	\$ 2,088,992
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IMMIGRATION

Vote 10 Administration, operation and maintenance, including trans-oceanic and inland transportation and other assistance for immigrants and settlers subject to the approval of Treasury Board, including care en route and while awaiting employment; and payments to the provinces, pursuant to agreements entered into, with the approval of the Governor in Council, in respect of expenses incurred by the provinces for indigent immigrants and \$20,000 for grants to immigrant welfare organizations.....		13,898,000
Vote 10d.....		700,000
Transfer from Department of Finance Vote 15 contingencies.....		650,300
		15,248,300
Expenditures.....		\$14,268,854

Total revenue arising from the above expenditures amounted to \$249,009.

Expenditures included ex-gratia payments of \$100 or over as follows:

Particulars and payee	Authority	Amount
Payment representing court costs incurred in connection with his successful application to the Courts to have the deportation orders against Rocco and Giuseppe Violi quashed. A H J Zaitlin, Attorney.....	P.C. 1965-6/909, May 20, 1965	2,321
Payment of the amount of a cash deposit taken as a guarantee that the Grzebenacher family would report to Immigration Officials when required to do so, pending appeal of deportation. Mrs Hela Grzebenacher.....	P.C. 1965-15/1970, November 3, 1965	300
		\$ 2,621

Administration of the Immigration Act

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 1,592,000		
Transfer from Department of Finance Vote 15 contingencies.....	59,000		
	(1) 1,651,000	1,651,000	1,538,674
Overtime.....	(1) 5,000	5,000	5,000
A Legal and special services.....	(4) 55,000	81,500	81,392
Travelling expenses.....	(5) 31,000	47,000	43,778
Freight, express and cartage.....	(6) 300	1,500	681
Postage.....	(7) 21,000	21,000	21,000
Telephones and telegrams.....	(8) 23,000	52,000	46,057
Publication of departmental reports and other material.....	(9) 148,000	148,000	107,245
Exhibits, advertising, films, broadcasting and displays..	(10) 755,000	755,000	637,072
Office stationery, supplies and equipment.....	(11) 60,000	75,000	66,821
Travelling and other expenses—other than staff.....	(22) 15,000	15,000	9,918
Sundries.....	(22) 1,500	5,000	4,874
	\$ 2,765,800	\$ 2,857,000	\$ 2,562,462

Revenue arising from the above expenditures amounted to \$36,522 and consisted of *Services and service fees* \$19,343—rebate on cable charges \$18,904; *Miscellaneous* \$17,179—fines and forfeitures \$12,192.

- A Payments by services with individual payments of \$2,000 or over were:
Interpreting services \$20,032—Ruth Lee Burnaby B C \$2,809, Elizabeth Wong Richmond B C \$3,188.
Legal services \$26,913—Norma B Christie Vancouver \$6,713, Bernard M Deschenes Montreal \$2,119,
- C Antoine Geoffrion Montreal \$9,530.
Microfilming services \$2,383.
Special inquiry services \$31,972—Gerald L Bazinet Montreal \$3,883, Joseph Sedgwick Toronto \$24,226, Isidor M Wolfe Vancouver \$2,977.

*Field and Inspectional Service, Canada, including \$20,000 for grants
to immigrant welfare organizations*

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 5,841,000			
Transfer from Department of Finance Vote 15 contingencies.....	502,800			
		(1) 6,343,800	6,077,800	6,021,072
Overtime.....		(1) 140,000	200,000	191,425
Living and subsistence allowances.....		(2) 15,000	26,500	24,459
Travelling expenses—deportation officers.....		(5) 23,000	23,000	18,576
Other travelling and removal expenses.....		(5) 440,000	415,000	367,844
Freight, express and cartage.....		(6) 7,000	7,000	5,815
Postage.....		(7) 36,000	36,000	35,994
Telephones and telegrams.....		(8) 155,000	180,000	163,437
Office stationery, supplies and equipment.....		(11) 100,000	115,000	111,595
Provision for detention buildings.....		(12) 65,000	70,000	69,391
A Uniforms and kits—officers.....		(12) 89,000	74,000	55,357
Other materials and supplies.....		(12) 6,000	6,000	4,198
Repairs and upkeep of buildings and works.....		(14) 4,000	4,000	2,888
Dormitory, catering and other equipment.....		(16) 4,000	4,000	1,197
Repairs and upkeep of equipment.....		(17) 1,400	1,400	851
Electricity and gas.....		(19) 4,000	4,000	3,104
Grants to immigrant welfare organizations.....		(20) 20,000	20,000	20,000
Travelling expenses—deports.....		(22) 70,000	153,000	152,606
Maintenance and incidental expenses—deports.....		(22) 19,000	19,000	16,760
Sundries.....		(22) 7,000	7,000	5,097
		\$ 7,549,200	\$ 7,442,700	\$ 7,271,666

Revenue arising from the above expenditures amounted to \$152,403 and consisted of *Privileges, licences and permits*—\$2,678; *Proceeds from sales* \$37,651—sales in connection with catering services \$37,651; *Services and service fees* \$10,724—special services rendered to transportation companies \$10,724; *Miscellaneous* \$101,350—refund of deportation and detention expenses \$101,350.

A Expenditure for uniforms is authorized by the Minister in accordance with Section 63 (c) of the Immigration Act, c. 325 R.S.

Field and Inspectional Service, Abroad

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 1,925,000			
Transfer from Department of Finance Vote 15 contingencies.....	88,500			
		(1) 2,013,500	2,013,500	1,904,188
Terminable, special and other allowances for administrative staffs abroad.....		(2) 930,000	619,000	617,491
A Professional and special services.....		(4) 27,000	27,000	22,441
Travelling and removal expenses.....		(5) 600,000	559,800	519,485
Freight, express and cartage.....		(6) 35,000	47,000	46,883
Postage.....		(7) 110,000	140,000	128,132
Telephones and telegrams.....		(8) 43,000	51,500	50,241
Office stationery, supplies and equipment.....		(11) 60,000	115,000	112,714
Office furniture and furnishings.....		(11) 41,800	46,800	33,665
Materials and supplies.....		(12) 16,000	25,000	16,902
Repairs and upkeep of office quarters.....		(14) 33,000	33,000	20,752
Rental of office quarters.....		(15) 212,000	212,000	183,148
Acquisition of equipment.....		(16) 35,000	49,500	23,467
Repairs and upkeep of equipment.....		(17) 3,000	4,000	3,848
Water, electricity and gas.....		(19) 22,000	23,500	22,023
Payments to Foreign Governments—locally engaged staff benefits.....		(21) 47,000	67,000	46,994
Sundries.....		(22) 5,000	11,000	9,605
		\$ 4,233,300	\$ 4,044,600	\$ 3,761,979

Revenue arising from the above expenditures amounted to \$9,108 and consisted of *Return on investments*—\$1,524; *Privileges, licences and permits*—\$4,046; *Miscellaneous*—\$3,538.

A distribution of expenditure by offices follows: Head Office and General Administration \$412,326, Athens \$73,594, Belfast \$43,325, Berlin \$32,458, Berne \$63,043, Bordeaux \$30,208, Bristol \$52,186, Brussels \$87,807, Cairo \$51,054, Chicago \$47,667, Cologne \$303,574, Copenhagen \$86,642, Denver \$48,196, Dublin \$24,867, Geneva \$3,319, Glasgow \$126,336, The Hague \$73,279, Hamburg \$40,943, Helsinki \$30,428, Hong Kong \$209,843, Leeds \$87,203, Lisbon \$69,242, Liverpool \$87,537, London \$471,266, Madrid \$42,606, Marseilles \$23,675, Milan \$29,922, Munich \$30,023, New Delhi \$88,624, New York \$44,065, Oslo \$31,385, Paris \$327,958, Rome \$268,659, San Francisco \$62,845, Stockholm \$52,081, Stuttgart \$39,181, Tel-Aviv \$37,333, Tokyo \$12,414, Vienna \$114,865.

A Payments by services with individual payments of \$2,000 or over were:

Legal services \$1,585.

Office cleaning services \$18,003—Det Danske Rengørings Selskab Copenhagen Denmark \$2,624, Neteclair Paris France \$7,990.

Translating services \$2,246.

Miscellaneous services \$607.

Trans-oceanic and inland transportation and other assistance for immigrants and settlers, subject to the approval of Treasury Board, including care en route and while awaiting employment; and payments to the provinces, pursuant to agreements entered into with the approval of the Governor in Council, in respect of expenses incurred by the provinces for indigent immigrants

	Estimates	Allotments	Expenditures
Payments.....	(22) \$ 700,000	\$ 904,000	\$ 672,747

Revenue arising from the above expenditures amounted to \$50,976 and consisted of: *Miscellaneous* \$50,976—emergency assistance to immigrants \$9,625, passage loans to Canadian citizens and settlers \$41,351.

Immigrants to Canada are destined to provisional points and this sub-vote was provided for transportation to locations where employment was available, for accommodation and incidental expenses prior to such employment and for payments to the provinces of 50 per cent of the cost of welfare assistance, medical aid and hospitalization under the terms of existing Federal-Provincial agreements. Expenditures comprised: trans-oceanic transportation \$107,367, inland transportation \$9,083, accommodation and incidental expenses \$528,221, expenditures for transportation of socially or physically handicapped European refugee families \$929, and payments to the provinces pursuant to agreements as follows: Ontario \$26,978, Saskatchewan \$169.

Total Vote 10.....	\$15,248,300	\$15,248,300	\$14,268,854
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TRANSFER FROM DEPARTMENT OF LABOUR GENERAL ADMINISTRATION

That portion of Vote 1 which relates to general administration; the promotion of a program for the employment of the older worker; the promotion of programs for combatting seasonal unemployment; the organization and use of workers for farming and related industries; and the manpower consultative service.....

Expenditures..... 2,211,634
\$ 2,056,500

Departmental administration

	Estimates	Allotments	Expenditures
Salaries and wages.....	(1) 551,250	526,200	523,623
Overtime.....	(1) 2,000	2,050	2,050
Professional and special services.....	(4) 10,000		
Travelling expenses.....	(5) 12,225	12,225	10,678
Freight, express and cartage.....	(6) 1,100	1,100	1,100
Postage.....	(7) 300	300	290
Telephones, telegrams and cables.....	(8) 10,025	10,025	10,016
Publication of departmental reports and other material.....	(9) 2,000	2,000	2,000
Office stationery, supplies and equipment.....	(11) 35,000	38,500	36,077
A Development of special manpower and labour-management programs.....	(22) 218,000	218,000	200,312
Sundries.....	(22) 1,034	1,034	600
	\$ 842,934	\$ 811,434	\$ 786,746

A T.B. 638100, March 29, 1965 and T.B. 641072, June 11, 1965 authorized continuation of the departmental program for the study of manpower training requirements and facilities in Canada to provide reliable information to assist management, labour and government in determining what actions might best be taken to meet the expanding Canadian economy. Fees of \$2,000 or over with travelling and living expenses of \$1,000 or over shown in brackets were paid to contract employees as follows: R Breton Baltimore Md U S A \$11,800 (\$1,007), M Chagnon Ottawa \$3,000, E N McWana Ottawa \$4,815, N Meltz Toronto \$3,752, S I Richer Baltimore Md U S A \$2,990.

Economics and Research Branch

		Estimates	Allotments	Expenditures
Salaries and wages.....	(1)	426,200	455,000	426,476
Overtime.....	(1)	1,500	2,700	2,700
Professional and special services.....	(4)		2,650	152
Travelling expenses.....	(5)	9,500	10,500	10,261
Freight, express and cartage.....	(6)	1,000	1,000	989
Postage.....	(7)	400	550	530
Telephones, telegrams and other communication services...	(8)	5,700	5,700	5,693
Publication of research reports and other material.....	(9)	14,300	16,300	16,000
Office stationery, supplies and equipment.....	(11)	9,700	11,700	11,670
Unemployment insurance contributions.....	(21)	200	200	150
Expenses re special technical conferences.....	(22)	300	300	199
		<u>\$ 468,800</u>	<u>\$ 506,600</u>	<u>\$ 474,820</u>

Civilian Rehabilitation Branch administration including the promotion of a program for the employment of the older worker

		Estimates	Allotments	Expenditures
Salaries.....	\$ 108,700			
Transfer from Department of Finance Vote 15 contingencies.....	4,600			
		(1)	113,300	113,280
Professional and special services.....		(4)	2,500	2,500
Travelling expenses.....		(5)	10,000	10,000
Freight, express and cartage.....		(6)	500	500
Postage.....		(7)	200	200
Telephones and telegrams.....		(8)	2,000	2,000
Publication of informational material.....		(9)	21,000	21,000
Radio, film and other publicity.....		(10)	60,000	60,000
Office stationery, supplies and equipment.....		(11)	2,000	2,000
Unemployment insurance contributions.....		(21)	20	20
Allowances and expenses of National Advisory Council members.....		(22)	5,000	5,000
		<u>\$ 216,500</u>	<u>\$ 216,500</u>	<u>\$ 145,578</u>

The National Advisory Council on the Rehabilitation of Disabled Persons is established under the terms of the Act and the members, other than the chairman of the Council whose remuneration was fixed by the Governor in Council on an annual basis, serve without remuneration but are reimbursed their reasonable travelling and other expenses.

Special Services Branch including the promotion of programs for combatting seasonal unemployment, and the organization and use of workers for farming and related industries

		Estimates	Allotments	Expenditures
Salaries and wages.....	(1)	95,200	95,150	94,289
Overtime.....	(1)		50	50
Travelling expenses.....	(5)	7,700	7,700	3,530
Freight, express and cartage.....	(6)	200	200	200
Postage.....	(7)	50	50	50
Telephones, telegrams and cables.....	(8)	1,975	1,975	1,961
Publication of informational material.....	(9)	15,000	9,200	9,181
A Newspaper, radio, film and other publicity.....	(10)	420,000	425,800	425,750
Office stationery, supplies and equipment.....	(11)	6,075	6,075	6,052
		<u>\$ 546,200</u>	<u>\$ 546,200</u>	<u>\$ 541,063</u>

A Expenditures included payment to MacLaren Advertising Company Limited Toronto of \$405,344 for advertising services in connection with the promotion of winter employment.

Manpower consultative service administration

	Estimates	Allotments	Expenditures
Salaries and wages.....\$	102,600		
Transfer from Department of Finance Vote 15 contingencies.....	2,900		
	(1)	105,500	100,500
Professional and special services.....	(4)	5,000	3,700
Travelling expenses.....	(5)	15,000	15,000
Freight, express and cartage.....	(6)	100	200
Postage.....	(7)	100	100
Telephones and telegrams.....	(8)	1,500	3,000
Publication of informational material.....	(9)	3,000	3,000
Office stationery, supplies and equipment.....	(11)	2,000	2,000
Allowances and expenses of advisory committee members and other conference expenses.....	(22)	5,000	3,400
		\$ 137,200	\$ 130,900
Total Vote 1.....		\$ 2,211,634	\$ 2,211,634
			\$ 2,056,500

That portion of Vote 5 which relates to the Vocational Rehabilitation of Disabled Persons Act and agreements made thereunder, including undischarged commitments under previous agreements; payments to provinces under agreements entered into with the provinces by the Minister of Labour with the approval of the Governor in Council for the organization and use of workers for farming and related industries; and to authorize payments in accordance with agreements entered into with the approval of the Governor in Council by the Minister of Labour with provinces, employers and workers in respect of labour mobility and assessment incentives.....

Vote 5b.....

1,280,000
115,000
1,395,000
\$ 1,006,177

Expenditures.....

Payments to carry out the purposes of the Vocational Rehabilitation of Disabled Persons Act, and agreements made thereunder, including undischarged commitments under previous agreements

	Estimates	Allotments	Expenditures
Payments..... (20)	\$ 845,000	\$ 845,000	\$ 843,667

Under the terms of the Vocational Rehabilitation of Disabled Persons Act which became effective April 1, 1962 the Minister of Labour, with the approval of the Governor in Council, is authorized to enter into an agreement with any province for a period not exceeding six years to provide for contributions to the province of one-half of the eligible costs incurred by the province in providing a comprehensive program for the vocational rehabilitation of disabled persons.

The following payments were made to the provinces: Newfoundland \$15,874, Nova Scotia \$34,977, Prince Edward Island \$6,712, New Brunswick \$61,966, Ontario \$307,072, Manitoba \$171,403, Saskatchewan \$172,093, Alberta \$29,022, British Columbia \$44,548.

Payments to provinces pursuant to federal-provincial farm labour agreements

	Estimates	Allotments	Expenditures
Payments..... (20)	\$ 250,000	\$ 250,000	\$ 125,630

Under the terms of P.C. 1419, April 10, 1952 the Federal Government entered into agreements with the provinces by which the provincial governments would be reimbursed fifty per cent of the costs incurred in recruiting farm labourers, male or female, and transporting and placing them on farms within the provinces. The following payments were made to the provinces: Nova Scotia \$9,877, Prince Edward Island \$2,242, New Brunswick \$3,781, Quebec \$24,605, Ontario \$46,775, Manitoba \$6,471, Saskatchewan \$1,919, Alberta \$22,862, British Columbia \$7,098.

Payments in accordance with agreements entered into with provinces, employers and workers in respect of labour mobility and assessment incentives

	Estimates	Allotments	Expenditures
Payments..... (20)	\$ 300,000	\$ 300,000	\$ 36,880
Total Vote 5.....	\$ 1,395,000	\$ 1,395,000	\$ 1,006,177

Vote 5d Payments to carry out the purposes of the Vocational Rehabilitation of Disabled Persons Act and agreements made thereunder, including undischarged commitments under previous agreements; payments in accordance with terms and conditions approved by the Governor in Council to employers of 50% of monthly wage paid or \$75 per month, whichever is less, on behalf of each full-time worker 45 years of age or over engaged during the period November 1, 1963 to March 31, 1964, and who is otherwise eligible under the older worker employment and training incentive program—To authorize payment in the 1965-66 fiscal year of amounts, not exceeding in the aggregate the unspent balance remaining at the conclusion of the 1964-65 fiscal year in Labour Vote 5, Main Estimates 1964-65, to meet undischarged commitments under the older worker employment and training incentive program that might otherwise have been paid pursuant to the appropriation based on the said vote during the 1964-65 fiscal year if they had come in course of payment..... \$ 4,910,001

Expenditures 1964-65..... 1,619,237

Unexpended balance.....

3,290,764

Expenditures 1965-66.....

(20) \$ 9,376

Vote 5d appears in the 1964-65 Estimates and is included in Appropriation Act No. 2, 1965.

The variation between the appropriation and the total of expenditures charged thereto was due to the fact that it was impossible to determine with any accuracy, the number of workers who would benefit from the older worker employment and training incentive program because the onus for hiring was on the employer and a worker hired could not displace a worker on the payroll. Secondly, this program was a pilot project and did not meet with as much success as anticipated.

Vote 6b Payments in accordance with terms and conditions approved by the Governor in Council to provinces and in respect of Indian bands under the municipal winter works incentive program during the 1964-65 and 1965-66 fiscal years of amounts not exceeding fifty per cent of the cost of labour incurred in the period from November 1st, 1964 to such day or days in the fiscal year 1965-66 as may be determined by the Governor in Council, and in the case of projects in designated areas within the meaning of the Department of Industry Act and in areas determined by the Minister of Labour to be areas of high winter unemployment, sixty per cent of such cost; and to authorize payments in those fiscal years to provinces in respect of previous municipal winter works incentive programs..... \$35,000,000

Expenditures 1964-65..... 8,681,696

Unexpended balance.....

26,318,304

Vote 6d Payments in accordance with terms and conditions approved by the Governor in Council to provinces and in respect of Indian bands under the municipal winter works incentive program during the 1965-66 and 1966-67 fiscal years of amounts not exceeding fifty per cent of the cost of labour incurred in the period from November 1st, 1965 to such day in the fiscal year 1966-67 as may be determined by the Governor in Council, and in the case of projects in designated areas within the meaning of the Department of Industry Act and in areas determined by the Minister of Labour to be areas of high winter unemployment, sixty per cent of such cost; and to authorize payments in those fiscal years to provinces in respect of previous municipal winter works incentive programs.....

54,000,000

80,318,304

Expenditures 1965-66..... (20) \$41,147,847

Vote 6b appears in the 1964-65 Estimates and is included in Appropriation Act No. 10, 1964.

A breakdown of expenditures follows: Newfoundland \$235,816, Nova Scotia \$111,496, Prince Edward Island \$283,129, New Brunswick \$574,647, Quebec \$24,785,050, Ontario \$6,365,533, Manitoba \$1,113,197, Saskatchewan \$1,330,733, Alberta \$2,215,090, British Columbia \$3,973,942, Northwest Territories \$19,325, Indian bands \$139,889.

TECHNICAL AND VOCATIONAL TRAINING ASSISTANCE

Vote 10 Administration.....	828,900
Vote 10d.....	35,500
Transfer from Department of Finance Vote 15 contingencies.....	7,200
	<u>871,600</u>
Expenditures.....	<u>\$ 687,527</u>

		Estimates	Allotments	Expenditures
Salaries.....	\$ 386,500			
Transfer from Department of Finance Vote 15 contingencies.....	7,200			
		(1) 393,700	393,675	374,987
Overtime.....		(1) 900	900	866
A Professional and special services.....		(4) 144,500	140,400	47,368
Travelling expenses.....		(5) 65,000	65,000	56,808
Freight, express and cartage.....		(6) 1,500	2,200	2,200
Postage.....		(7) 900	900	806
Telephones and telegrams.....		(8) 6,000	8,500	8,466
Publication of reports and bulletins on technical and vocational training.....		(9) 70,000	70,000	44,655
Films and other promotional publicity.....		(10) 140,500	140,500	128,135
Office stationery, supplies and equipment.....		(11) 15,000	15,000	10,232
Unemployment insurance contributions.....		(21) 25	25	8
B Expenses of National Technical and Vocational Training Advisory Council and its committees.....		(22) 21,000	21,000	10,682
Expenses of conferences on technical and vocational training.....		(22) 13,000	13,000	1,894
Sundries.....		(22) 500	500	420
		<u>\$ 871,600</u>	<u>\$ 871,600</u>	<u>\$ 687,527</u>

The Technical and Vocational Training Assistance Act, c. 6, 1960-61, which became effective on December 20, 1960, superseding the Vocational Training Co-ordination Act, authorized the Minister of Labour with the approval of the Governor in Council to enter into agreements with the provinces to provide financial assistance for the development and operation of technical and vocational training facilities and programs throughout Canada. Any agreements made under the Vocational Training Co-ordination Act and in force at the coming into force of this Act shall be deemed to have been made under this Act.

Pursuant to the Act, P.C. 1961-13/703, May 18, 1961 authorized the Minister of Labour to enter into a technical and vocational training agreement with any province for the period commencing April 1, 1961 and ending March 31, 1967.

Pursuant to the Act, P.C. 1964-2/998, July 9, 1964 authorized the Minister of Labour to enter into an apprenticeship training agreement with any province for the period commencing April 1, 1964 and ending March 31, 1967.

A Payments by services with individual payments of \$2,000 or over were:

Consultant services \$2,596—P S Ross and Partners Montreal \$2,500.

Course preparation and revision services \$43,668—D Campbell Toronto \$2,938, E A Eagle Burlington Ont \$2,343, Industrial Engineering Services Toronto \$2,196, I A Litvak Hamilton Ont \$4,940, S A Martin Limited London Ont \$9,317, J P Williamson Toronto \$2,000.

Miscellaneous services \$1,104.

B Travelling expenses of \$1,000 or over were paid to W H Sands \$1,057.

Vote 12b Acquisition of the buildings, works and lands commonly known as the Mississauga Indian Village at Elliot Lake, Ontario, for the purposes of the Elliot Lake Centre for Continuing Education.....

Expenditures..... (13) \$ 437,000

Expenditures consisted of payment made to Central Mortgage and Housing Corporation for the purchase of property known as The Mississauga Indian Village and was authorized by T.B. 648049 dated December 8, 1965.

Vote 15 Payments to the provinces to carry out the purposes of the Technical and Vocational Training Assistance Act and agreements made thereunder and payments under agreements providing for the sharing of expenditures for research projects to provide information relating to vocational training and manpower requirements

116,988,000

Vote 15b

42,000,000

Vote 15d To extend the purpose of Labour Vote 15 of the Main Estimates for 1965-66 to include authority for the Minister of Citizenship and Immigration to pay to or in respect of persons resident in designated areas within the meaning of the Department of Industry Act up to 100% of the costs, in accordance with terms and conditions approved by the Governor in Council, of

(a) allowances;

(b) developing experimental training methods and techniques; and

(c) related activities including training programs.....

30,000

159,018,000**Expenditures**\$152,761,543

	Estimates	Allotments	Expenditures
Capital assistance to trade and vocational schools, technical institutes and vocational high schools.....	110,415,000	104,165,000	104,089,546
Vocational high school training program.....	2,900,000	2,900,000	2,278,257
Technician training.....	10,241,000	5,741,000	3,934,113
Trade and other occupational training, including in-school training for apprentices.....	17,940,000	17,940,000	15,383,600
Grants and other expenses for apprenticeship training ..	1,000,000	1,000,000	920,106
Training in co-operation with industry.....	1,000,000	1,000,000	629,380
Training of unemployed.....	13,035,000	24,035,000	23,979,351
Training of disabled persons.....	800,000	800,000	799,895
Training for the preparation and upgrading of technical and vocational teachers, supervisors and administrators	760,000	760,000	429,243
Training for federal departments and agencies.....	400,000	150,000	73,452
Assistance to students.....	319,600	319,600	194,961
Technical and vocational correspondence courses.....	77,400	77,400	36,500
Grants and other expenses for research projects.....	100,000	100,000	13,139
Authority for the Minister of Citizenship and Immigration to pay to or in respect of persons resident in designated areas within the meaning of the Department of Industry Act up to 100% of the costs, in accordance with the terms and conditions approved by the Governor in Council of			
(a) allowances;			
(b) developing experimental training methods and techniques; and			
(c) related activities including training programs...	30,000	30,000	
(20)	<u>\$ 159,018,000</u>	<u>\$ 159,018,000</u>	<u>\$ 152,761,543</u>

A statement of training payments by provinces, etc., follows.

TRAINING PAYMENTS

	Capital assistance to trade and vocational schools, technical institutes and vocational high schools	Vocational high school training program	Technical training	Trade and other occupational training, including in-school training for apprentices	Grants and other expenses for apprenticeship training	Training in co-operation with industry	Training of unemployed persons	Training of disabled persons	Training for the preparation and upgrading of vocational teachers, supervisors and administrators	Training for federal departments and agencies	Assistance to students	Technical and vocational correspondence courses	Grants and other expenses for research projects	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Nfld.....	327,381	11,500	136,997	2,341,738	43,619	.....	741,395	23,870	23,951	6,075	8,000	.....	.....	3,669,526
Nova Scotia..	547,101	150,000	20,752	736,857	50,273	12,018	814,374	88,134	4,822	25,540	.....	.....	7,110	2,456,981
P.E.I.....	66,994	46,700	.....	74,161	.....	1,800	85,794	2,887	3,000	.....	.....	.....	.....	281,336
N.B.....	303,496	130,000	127,765	869,712	166,548	267	151,811	23,962	64,640	.....	9,750	.....	.....	1,847,951
Quebec.....	42,125,972	.....	308,402	862,336	.....	424,068	2,905,809	51,471	38,452	.....	.....	33,979	.....	46,750,489
Ontario.....	31,397,732	1,144,048	1,283,754	3,819,058	272,945	148,038	16,020,979	373,138	36,762	41,837	100,000	.....	.....	54,638,291
Manitoba..	1,571,205	161,500	160,751	483,359	39,791	6,964	920,757	123,749	20,209	.....	6,000	.....	.....	3,479,285
Sask.....	995,673	165,500	301,610	827,657	64,075	15,950	413,918	67,246	3,000	.....	30,000	1,435	.....	2,886,064
Alberta.....	11,282,807	213,500	736,393	3,155,319	197,650	7,404	930,650	5,369	196,239	.....	10,000	.....	2,779	16,738,160
B.C.....	15,278,401	239,000	845,241	2,099,525	84,480	12,729	933,243	40,069	25,774	.....	30,000	1,086	3,250	19,532,798
N.W.T.....	.....	190	12,448	62,258	725	142	12,155	.....	889	.....	761	.....	.....	89,568
Y.T.....	192,784	16,319	.....	66,620	.....	.....	43,466	.....	6,455	.....	450	.....	.....	331,094
	104,039,546	2,278,257	3,934,113	15,333,600	920,106	629,380	23,979,351	799,895	429,243	73,452	194,961	36,500	13,139	152,761,543

NATIONAL EMPLOYMENT SERVICE

Vote 30 Administration of the National Employment Service, including the transfer of labour to places where employment is available and expenses incidental thereto in accordance with regulations of the Governor in Council..... 22,078,300

Vote 30b To extend the purposes of Vote 30 of the Main Estimates for 1965-66 to include a grant of \$2,500 to the Canadian Association for Adult Education to assist in defraying the expenses of a founding conference for a Canadian Guidance and Counselling Association, and to provide a further amount of..... 4,237,000

26,315,300

Expenditures..... \$22,683,182

The variation between appropriation and expenditure is due in part to the non-filling of classified positions.
Total revenue arising from the above expenditures amounted to \$351.

The following distribution of expenditures was maintained under authority of Treasury Board.

	Estimates	Allotments	Expenditures
Headquarters.....	2,353,950	2,145,600	1,092,690
Atlantic Region.....	2,394,465	2,423,165	1,954,233
Quebec Region.....	6,352,480	6,394,530	5,849,566
Ontario Region.....	8,289,440	8,355,240	7,653,100
Prairie Region.....	3,923,715	3,944,215	3,497,414
Pacific Region.....	2,943,750	2,995,050	2,605,912
Transfer of Labour.....	55,000	55,000	27,767
Canadian Association for Adult Education.....	2,500	2,500	2,500
	<u>\$26,315,300</u>	<u>\$26,315,300</u>	<u>\$22,683,182</u>

Administration of the National Employment Service

	Estimates	Allotments	Expenditures
Salaries and wages.....	(1) 23,447,800	23,406,250	20,451,884
Overtime.....	(1) 41,000	80,000	58,793
Living and other allowances.....	(2) 16,100	18,650	17,614
A Corps of Commissionaires services.....	(4) 148,300	148,300	122,567
Travelling and removal expenses.....	(5) 665,300	665,300	310,663
Freight, express and cartage.....	(6) 46,800	46,800	22,788
Postage.....	(7) 300,200	300,200	275,217
B Telephones, telegrams and other communication services.....	(8) 602,000	637,000	634,713
Publication of departmental reports and other material.....	(9) 56,000	56,000	30,912
C Exhibits, advertising, films, broadcasting and displays..	(10) 344,000	344,000	266,989
D Office stationery, supplies and equipment.....	(11) 548,000	490,000	400,489
Materials and supplies.....	(12) 6,000	6,000	4,627
Rental of office accommodation.....	(15) 1,700	1,700	1,269
Municipal or public utility services.....	(19) 2,000	3,000	2,271
Grant to Canadian Association for adult education.....	(20) 2,500	2,500	2,500
Unemployment insurance contributions.....	(21) 6,800	12,800	11,283
E Expenses of national, regional and local employment committees.....	(22) 23,000	25,000	24,805
Sundries.....	(22) 2,800	16,800	16,031
	<u>\$26,260,300</u>	<u>\$26,260,300</u>	<u>\$22,655,415</u>

Revenue arising from the above expenditures amounted to \$351 and consisted of *Miscellaneous*.

- A Expenditures comprised: protective service rendered in offices of the National Employment Service.
- B Charges for the various services were: telephone rentals \$399,412, long distance telephone calls \$188,528, teletype service \$16,690, telex service \$18,408, telegrams and other communication service \$11,675. Of this expenditure \$3,288 was paid to the Department of Transport.
- C Expenditures comprised: printed advertising \$88,361, radio service \$153,784, other \$24,844. Contract payments for advertising were made to Canadian Advertising Agency Limited, Toronto \$132,149.
- D Expenditures comprised: stationery and office supplies \$302,439, equipment and repairs \$35,717, books and periodicals \$38,291, rental of office equipment \$23,342, sundries \$700.

E Expenditures were fees of office and travelling expenses of other than government employees.

Under authority of T.B. 633075, November 19, 1964, J L Jaskula Hamilton Ont, Chairman of the National Employment Committee received travelling expenses \$1,211 and a fee of \$1,982.

Transfer of labour to places where employment is available and expenses incidental thereto, in accordance with regulations of the Governor in Council

	Estimates	Allotments	Expenditures
Payments..... (22)	\$ 55,000	\$ 55,000	\$ 27,767

Under provisions of P.C. 1954-15/501, April 8, 1954 as amended by P.C. 1956-5/784, May 24, 1956, the transfer of labour to and from places where employment was available in agriculture and industry was continued under the National Employment Service, Department of Labour.

The transfer of labour was restricted to: (a) movements as arranged by the Minister of Labour from areas where employment was not available, or (b) movements as arranged by the National Employment Service with employers on a recoverable basis.

The expenditures comprised payments on behalf of employees \$19,925 and employers \$7,842 (recoverable).

Expenditures in connection with the transfer of workers under Federal Provincial Agreements were provided under Vote 5.

Total Vote 30.....	<u>\$26,315,300</u>	<u>\$26,315,300</u>	<u>\$22,683,182</u>
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Vote 35b To authorize, in accordance with regulations approved by the Governor in Council, grants to workers who move from one place in Canada to another place in Canada where employment is available to provide for payment of

(a) the actual cost of their transportation and that of their dependents,

(b) the actual cost of movement of their household effects, and

(c) an amount in respect of resettlement and other incidental expenses..... 5,000,000

Vote 35d To extend the purposes of Labour Vote 35b in Supplementary Estimates (B) 1965-66, which provided for the establishment of a manpower mobility program, to authorize, in accordance with regulations approved by the Governor in Council, grants to or in respect of persons who are moved from one place in Canada to another place in Canada in connection with the manpower mobility program..... 1

5,000,001

Expenditures..... (20) \$ 48,503

The variation between the appropriation and the total expenditures charged thereto was due to administrative problems which resulted in a delay in the implementation of the program until January 1, 1966. The program was only in its initial stages during the last quarter of the fiscal year.

GENERAL

Gratuities to families of deceased employees, Civil Service Act..... (21) \$ 1,495

Refund of amounts credited to revenue in previous years, Financial Administration Act, c. 116, R.S., as amended..... (22) \$ 750

Write-off of assets, Financial Administration Act, c. 116, R.S., as amended..... (22) \$ 76

The above amount represents 199 items deleted under authority of section 23 of the Act and credited to the account entitled "Assisted passage scheme"—see under the schedule, Other Loans and Investments, in volume I of this report.

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	37,730,600	34,127,444	31,685,048
(2) Civilian allowances.....	963,100	661,564	610,446
(4) Professional and special services.....	521,400	407,319	277,914
(5) Travelling and removal expenses.....	1,989,875	1,497,549	1,422,457

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(6) Freight, express and cartage	96,500	83,290	98,734
(7) Postage	476,850	469,950	430,975
(8) Telephones, telegrams and other communication services	883,700	963,343	873,541
(9) Publication of departmental reports and other material	400,500	253,205	260,277
(10) Exhibits, advertising, films, broadcasting and displays	1,797,600	1,555,032	970,795
(11) Office stationery, supplies, equipment and furnishings	1,036,675	954,821	821,590
(12) Materials and supplies	182,559	151,034	141,080
Buildings and works, including land—			
(13) Construction or acquisition	437,000	437,000	
(14) Repairs and upkeep	37,000	23,640	18,766
(15) Rentals	213,700	184,417	178,422
Equipment—			
(16) Construction or acquisition	39,000	24,663	19,303
(17) Repairs and upkeep	4,666	4,964	5,640
(19) Municipal or public utility services	28,000	27,398	22,733
(20) Contributions, grants, subsidies, etc., not included elsewhere	249,563,270	195,500,269	142,111,613
(21) Pensions, superannuation and other benefits	55,495	59,936	48,233
(22) All other expenditures	1,181,460	1,180,242	999,352
Total	<u>\$ 297,638,950</u>	<u>\$ 238,567,080</u>	<u>\$ 180,996,919</u>

**Estimated value of major services not included
in this Department's appropriations**

	1965-66	1964-65
Accommodation—provided by Department of Public Works	1,788,200	1,779,500
Accommodation—in this Department's own buildings	2,709,175	2,126,400
Accounting and cheque issue service—Comptroller of the Treasury	919,000	845,500
Contributions to superannuation account—Department of Finance	1,482,100	1,388,800
Employee surgical-medical insurance premiums—Department of Finance	113,600	121,500
Employee compensation payments—Department of Labour	32,300	29,000
Carrying of franked mail—Post Office Department	54,000	57,400
	<u>\$ 7,098,375</u>	<u>\$ 6,348,100</u>

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
A Return on investments	1,523 81	1,128 50
B Privileges, licences and permits	496,576 45	476,494 90
C Proceeds from sales	37,650 64	52,142 29
D Services and service fees	30,161 90	28,584 21
E Refunds of previous years' expenditure	1,352,044 62	1,338,875 43
F Miscellaneous	173,412 66	102,249 70
Total	<u>\$ 2,091,370 08</u>	<u>\$ 1,999,475 03</u>

Details

Non-Tax Revenue—		
A	Return on investments:	
	Immigration Branch.....	1,524
B	Privileges, licences and permits:	
	Citizenship Registration Branch—	
	Fees for certificates of citizenship.....	489,852
	Immigration Branch—	
	Visa fees \$4,046; rentals \$2,678.....	6,724
		496,576
C	Proceeds from sales:	
	Immigration Branch—	
	Meals and per diem rate charged for care of detained immigrants.....	37,651
D	Services and service fees:	
	Citizenship Registration Branch.....	195
	Immigration Branch—	
	Fees for special services rendered to transportation companies \$10,724; rebate on cable charges \$18,904; sundries \$339.....	29,967
		30,162
E	Refunds of previous years' expenditure:	
	General administration—	
	Refunds of overpayments made in connection with the Municipal Winter Works Incentive Program \$62,600; sundries \$657.....	63,257
	Citizenship Branch.....	14
	Citizenship Registration Branch.....	9
	Immigration Branch.....	6,080
	Technical and Vocational Training Assistance—Refunds of overpayments made in connection with Technical and Vocational Training Assistance \$1,282,684.	1,282,684
		1,352,044
F	Miscellaneous:	
	Citizenship Registration Branch.....	19
	Immigration Branch—	
	Deportation and detention expenses \$101,350; fines and forfeitures \$12,192; emergency assistance to immigrants \$9,625; passage loans to Canadian citizens and settlers \$41,351; rental of advertising space \$3,538; sundries \$4,987.....	173,043
	National Employment Service.....	351
		173,413
	Total.....	\$ 2,091,370

Certified correct.

TOM KENT,
Deputy Minister of Citizenship and Immigration.

Comparative Statement of Accounts Receivable
as at March 31

	1966	1965
Current year—		
Collectible.....	162,592	74,391
Uncollectible.....	276	316
Previous years—		
Collectible.....	78,369	78,266
Uncollectible.....	140,218*	2,388
	\$ 381,455	\$ 155,361

*Includes items amounting to \$137,253 not previously reported.

During the year, 36 items amounting to \$3,839 were deleted under authority of section 23 of the Financial Administration Act, c. 116, R.S., as amended. Of these, 4 items totalling \$2,160 had not previously been reported.

1965-66

PUBLIC ACCOUNTS

CIVIL SERVICE COMMISSION

Details of

EXPENDITURES AND REVENUES

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CIVIL SERVICE COMMISSION

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
11-2	1	Salaries and contingencies of the commission . .	\$8,277,300 00	\$7,986,854 45	\$6,226,357 99

Vote 1	Salaries and contingencies of the Commission including compensation in accordance with the incentive award plan of the Public Service of Canada	7,139,600
Vote 1b		61,500
Vote 1e		202,000
Transfer from Department of Finance Vote 15 contingencies		874,200
		<u>8,277,300</u>
Expenditures		<u>\$ 7,986,854</u>

		Estimates	Allotments	Expenditures
	Salaries and wages			\$5,612,500
	Transfer from Department of Finance Vote 15 contingencies			874,200
		(1)	6,486,700	6,477,200
	Overtime	(1)	25,000	25,000
	Allowances	(2)		9,650
A	Professional and special services	(4)	180,200	180,200
	Travelling and removal expenses	(5)	276,700	276,550
	Freight, express and cartage	(6)	15,000	15,000
	Postage	(7)	40,000	40,000
	Telephones and telegrams	(8)	96,000	96,000
	Publication of departmental reports and other material . .	(9)	25,500	25,500
	Advertising for recruiting purposes	(10)	552,000	552,000
	Office stationery, supplies and equipment	(11)	342,000	342,000
	Materials and supplies	(12)	20,000	20,000
	Rental of buildings	(15)	17,000	17,000
B	Acquisition of equipment	(16)	45,000	45,000
	Memberships in personnel organizations	(20)	1,400	1,400
	Compensation in accordance with the incentive award plan of the Public Service of Canada	(22)	91,000	91,000
	Sundries	(22)	63,800	63,800
			<u>\$ 8,277,300</u>	<u>\$ 8,277,300</u>
				<u>\$ 7,986,854</u>

- A Payments by services with individual payments of \$2,000 or over were:
- Appeal board members \$8,190.
 - Computer services \$7,787—Dominion Bureau of Statistics Ottawa \$7,787.
 - Conducting course in cost accounting for public servants \$27,807—The Society of Industrial and Cost Accountants of Ontario Hamilton Ont \$27,807.
 - Consultant services \$19,391—Hickling Johnston Ltd Toronto \$7,810, Guy Rondeau Montreal \$11,581.
 - Examination supervisors and assistants \$44,459.
 - Fees for training courses, lectures, etc. \$53,162.
 - Programming services \$3,220—International Business Machines Company Limited Don Mills Ont \$2,420.
 - Miscellaneous services \$6,606.
- B Included language training equipment \$43,757.

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	6,511,700	6,323,604	4,925,679
(2) Civilian allowances.....		2,365	6,488
(4) Professional and special services.....	180,200	170,622	147,587
(5) Travelling and removal expenses.....	276,700	263,035	203,400
(6) Freight, express and cartage.....	15,000	14,981	11,473
(7) Postage.....	40,000	37,595	28,490
(8) Telephones, telegrams and other communication services...	96,000	96,000	73,000
(9) Publication of departmental reports and other material.....	25,500	19,682	15,012
(10) Exhibits, advertising, films, broadcasting and displays.....	552,000	529,497	390,338
(11) Office stationery, supplies, equipment and furnishings.....	342,000	341,970	293,993
(12) Materials and supplies.....	20,000	13,833	6,060
Buildings and works, including land—			
(15) Rentals.....	17,000	16,263	16,683
Equipment—			
(16) Construction or acquisition.....	45,000	44,457	6,549
(20) Contributions, grants, subsidies, etc., not included elsewhere	1,400	1,398	1,454
(22) All other expenditures.....	154,800	111,552	100,152
Total.....	<u>\$ 8,277,300</u>	<u>\$ 7,986,854</u>	<u>\$ 6,226,358</u>

Estimated value of major services not included
in this department's appropriations

	1965-66	1964-65
Accommodation—provided by Department of Public Works.....	499,000	451,500
Accounting and cheque issue services—Comptroller of the Treasury.....	55,900	49,300
Contributions to superannuation account—Department of Finance.....	277,400	257,000
Employee surgical-medical insurance premiums—Department of Finance.....	21,200	21,600
Employee compensation payments—Department of Labour.....	100	100
Carrying of franked mail—Post Office Department.....	60,900	48,900
	<u>\$ 914,500</u>	<u>\$ 828,400</u>

Payments of Damage Claims

Sundry claims, each under \$1,000 (1).....	<u>\$ 5</u>
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REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
Services and service fees.....	112 95	13 80
Refunds of previous years' expenditure.....	586 23	60 16
Miscellaneous.....	50	
Total.....	<u>\$ 699 68</u>	<u>\$ 73 96</u>

Certified correct.

J. J. CARSON,
Chairman, Civil Service Commission.

Comparative Statement of Accounts Receivable
at March 31

	1966	1965
Current year— Collectible.....	188	584
Previous years— Collectible.....	57	21
	<u>\$ 240</u>	<u>\$ 605</u>

1965-66

PUBLIC ACCOUNTS

•

DEPARTMENT OF DEFENCE PRODUCTION

•

Details of

EXPENDITURES AND REVENUES

•

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DEPARTMENT OF DEFENCE PRODUCTION

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, the Governor in Council by P.C. 1965-248, February 11, 1965, transferred the scientific and industrial research functions relating to the Canadian Government Specifications Board from the Privy Council to the Department of Defence Production; by P.C. 1965-248, February 11, 1965, transferred the Secretariat of the Canadian Government Specifications Board from the National Research Council to the Department of Defence Production; by P.C. 1965-645, April 8, 1965, transferred the purchasing establishment of the Department of Transport to the Department of Defence Production excepting therefrom the stores and contracts establishments of what is now known as the Purchases, Contracts and Stores Division; by P.C. 1965-725, April 22, 1965, transferred the powers, duties or functions in respect of the construction of defence projects except such defence projects as the Minister of Industry may agree to construct at the request of the Minister of National Defence and the control or supervision of Defence Construction (1951) Limited from the Department of Defence Production to the Department of National Defence; by P.C. 1965-760, April 29, 1965, transferred from the Department of Public Works to the Department of Defence Production (a) the purchasing and stores branch except (i) the user stores of the purchasing and stores branch servicing Ottawa, Toronto and Montreal, (ii) the purchasing and stores branch in districts other than Ottawa, Toronto or Montreal and (iii) the requirement unit and the furniture investigation unit, (b) the control and supervision of all supplies and equipment used in performing and exercising the powers, duties and functions transferred; by P.C. 1965-1505, August 18, 1965, transferred from the Department of Citizenship and Immigration to the Department of Defence Production (a) purchasing, except (i) Immigration Branch purchases of provisions for detention buildings and uniforms for officers and (ii) Indian Affairs Branch purchases of Indian welfare and development supplies and school texts books and (b) the control and supervision of the purchasing establishment excepting the stores establishment of the Purchasing and Stores Division; and by P.C. 1965-2248, December 15, 1965, transferred from the Department of Veterans Affairs to the Department of Defence Production the purchasing establishment except (i) the central medical stores section and (ii) those other positions included in the purchasing establishment which are not predominately concerned with purchasing as carried out by Defence Production.

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
12·3	1	Departmental administration	18,329,300 00	17,863,070 02	15,358,257 34
12·4		Transfer from the Department of Transport— that portion of Vote 1 related to the pur- chasing establishment	227,230 00	225,702 38	193,678 00
12·4		Transfer from the Department of Transport— that portion of Vote 5 related to the pur- chasing establishment	95,825 00	93,467 02	87,103 00
12·5		Transfer from the Department of Transport— that portion of Vote 30 related to the pur- chasing establishment	169,098 00	165,497 81	147,670 00
12·5		Transfer from the Department of Public Works —that portion of Vote 1 related to the pur- chasing and stores branch	567,950 00	510,768 75	452,789 41
12·6	5	For the establishment of production capacity and capital assistance	2,657,000 00	2,625,990 49	650,005 86
12·7	10	To establish qualified sources for the production of component parts	500,000 00	229,729 35	439,209 19
12·7	11	Reimbursement of the Queen's Printer's Ad- vance Account	44,477 00	44,476 07	
12·7	Stat.	Exchequer Court awards	2,289 51	2,289 51	
12·7	Stat.	Gratuities to families of deceased employees . . .	930 00	930 00	1,990 00
CROWN COMPANIES					
Canadian Arsenals Limited—					
12·7	40	Administration and operation	2,017,000 00	1,494,945 11	4,476,620 36
12·7	45	Construction, improvements and equipment . . .	188,000 00	181,316 79	118,728 19
<i>Expenditures from appropriations not required for 1965-66</i>					901,418 25
			<u>\$24,799,099 51</u>	<u>\$23,438,183 30</u>	<u>\$22,827,469 60</u>

Vote 1 Departmental administration including the care, maintenance and custody of standby defence plants, buildings, machine tools and production tooling and grants to municipalities in lieu of taxes on Crown-owned defence plants operated by private contractors.....	16,922,800
Vote 1d	155,000
Transfer from Department of Finance Vote 15 contingencies	1,251,500
	18,329,300
Expenditures	\$17,863,070

Expenditures included an ex-gratia payment of \$100 or over as follows:

Particulars and payee	Authority	Amount
Reimbursement of tuition fees for one year at the Massachusetts Institute of Technology.		
M J Valiquet.....	P.C. 1965-16/2255, December 22, 1965.....	\$ 1,921

Departmental administration

	Estimates	Allotments	Expenditures
Salaries and wages.....\$13,325,400			
Transfer from the Department of Finance Vote 15 contingencies..... 1,251,500			
	(1) 14,576,900	14,736,900	14,657,863
<i>Less</i> —Salaries and wages of stores and traffic divisions chargeable to the Queen's Printer's Advance Account	(34) 170,000	170,000	170,000
	14,406,900	14,566,900	14,487,863
Living allowances.....	(2) 265,000	270,000	259,383
A Professional and special services.....	(4) 530,500	364,500	318,946
Reimbursement to the Department of National Defence for military personnel on loan.....	(4) 12,000	12,000	3,162
Travelling and removal expenses.....	(5) 485,000	510,000	495,807
Freight, express and cartage.....	(6) 160,000	160,000	159,375
Postage.....	(7) 85,200	85,200	74,961
Telephones and telegrams.....	(8) 350,000	350,000	331,430
Publication of departmental reports and other material	(9) 228,100	103,800	83,281
Advertising.....	(10) 32,000	32,000	2,911
Repairs to office equipment and acquisition of spare parts	(11) 561,000	521,000	517,401
Office stationery, supplies and equipment.....	(11) 516,100	696,100	659,639
Materials and supplies.....	(12) 55,600	30,600	24,645
Rental of buildings and works.....	(15) 76,500	76,500	38,256
Acquisition or construction of equipment.....	(16) 91,000	56,000	43,858
Repairs and upkeep of equipment.....	(17) 15,100	15,100	10,463
Unemployment insurance contributions and other per- sonal benefits.....	(21) 500	1,500	1,412
Sundries including travelling expenses of other than government employees.....	(22) 62,500	77,500	54,638
	<u>\$17,933,000</u>	<u>\$17,928,700</u>	<u>\$17,567,431</u>

A Payments by services with individual payments of \$2,000 or over were:

Clerical services \$62,997—United States Air Force and Army Washington DC USA \$62,997.

Consultant services \$148,690—H Elliott Como Que \$2,313, Gibbs and Cox Inc New York N Y USA \$34,438, Peat Marwick Systems Company Cambridge Mass USA \$45,776, Richard R Ruopp Franconia N H USA \$5,703, Stevenson and Kellogg Limited Toronto \$55,677.

Security services \$41,724—Canadian Corps of Commissionaires Montreal \$41,724.

Technical services \$25,048—Northern Electric Company Limited Montreal \$15,276.

Miscellaneous services—\$40,487.

*Care, maintenance and custody of standby defence plants, buildings,
machine tools and production tooling*

	Estimates	Allotments	Expenditures
Sundries..... (22)	\$ 193,000	\$ 193,000	\$ 88,113

*Grants to municipalities in lieu of taxes on Crown-owned defence
plants operated by private contractors*

	Estimates	Allotments	Expenditures
Grants..... (19)	\$ 203,300	\$ 207,600	\$ 207,526

T.B. 648666, November 30, 1965, and T.B. 649394, December 20, 1965 authorized the following grants:

Private Contractor	Municipality	Province	Amount
The de Havilland Aircraft of Canada Limited	Township of North York.....	Ontario.....	73,778
Dominion Engineering Works Limited	City of Lachine.....	Quebec.....	21,102
Haley Industries Ltd and Heroux Machine Parts Ltd.....	Municipal Corporation of Ross..	Ontario.....	40,306
Hawker Siddeley Canada Ltd Orenda Engines Division.....	Township of Toronto.....	Ontario.....	13,459
Macklaim Construction Company and South Channel Company.....	Township of MacDougall.....	Ontario.....	6,950
Northwest Industries Limited.....	City of Edmonton.....	Alberta.....	5,429
Peacock Brothers Limited.....	City of La Salle.....	Quebec.....	12,387
Trenton Steel Works, Dominion Steel and Coal Corporation.....	Town of Trenton.....	Nova Scotia.....	34,115
			<u>\$ 207,526</u>
Total Vote 1.....	\$18,329,300	\$18,329,300	\$17,863,070

Transfer from the Department of Transport that portion of Vote 1, Departmental administration, related to the purchasing establishment.....	227,230
Expenditures.....	\$ 225,702

	Estimates	Allotments	Expenditures
Salaries and wages..... (1)	220,950	220,950	219,751
Travelling and removal expenses..... (5)	800	800	471
Freight, express and cartage..... (6)	30	30	30
Telephones, telegrams and other communication services... (8)	1,200	1,200	1,200
Office stationery, supplies and equipment..... (11)	4,000	4,000	4,000
Materials and supplies..... (12)	150	150	150
Sundries..... (22)	100	100	100
	<u>\$ 227,230</u>	<u>\$ 227,230</u>	<u>\$ 225,702</u>

Transfer from Department of Transport that portion of Vote 5, Marine Services, administration, operation and maintenance, related to the purchasing establishment.....	95,825
Expenditures.....	\$ 93,467

Marine Services administration

	Estimates	Allotments	Expenditures
Salaries and wages..... (1)	74,355	74,355	74,241
Travelling and removal expenses..... (5)	500	500	366
Telephones and telegrams..... (8)	500	500	342
Sundries..... (22)	500	500	
	<u>\$ 75,855</u>	<u>\$ 75,855</u>	<u>\$ 74,949</u>

Canals—administration, operation and maintenance

	Estimates	Allotments	Expenditures
Salaries and wages.....	(1) 11,040	11,040	11,036
Travelling and removal expenses.....	(5) 100	100	100
Telephones and telegrams.....	(8) 150	150	23
Sundries.....	(22) 50	50	28
	<u>\$ 11,340</u>	<u>\$ 11,340</u>	<u>\$ 11,187</u>

*Marine hydraulics including St Lawrence and Saguenay rivers ship channels—
administration, operation and maintenance*

	Estimates	Allotments	Expenditures
Salaries and wages.....	(1) 8,430	8,430	7,331
Travelling expenses.....	(5) 100	100	
Telephones and telegrams.....	(8) 75	75	
Sundries.....	(22) 25	25	
	<u>\$ 8,630</u>	<u>\$ 8,630</u>	<u>\$ 7,331</u>
Total transferred.....	<u>\$ 95,825</u>	<u>\$ 95,825</u>	<u>\$ 93,467</u>

Transfer from the Department of Transport that portion of Vote 30, Air Services, administration, operation and maintenance, related to the purchasing establishment

169,098

Expenditures.....

\$ 165,498

	Estimates	Allotments	Expenditures
Salaries and wages.....	(1) 161,033	161,033	158,758
Travelling and removal expenses.....	(5) 2,600	2,600	1,275
Freight, express and cartage.....	(6) 135	135	135
Telephones and telegrams.....	(8) 2,560	2,560	2,560
Office stationery, supplies and equipment.....	(11) 2,715	2,715	2,715
Sundries.....	(22) 55	55	55
	<u>\$ 169,098</u>	<u>\$ 169,098</u>	<u>\$ 165,498</u>

Transfer from Department of Public Works that portion of Vote 1, general administration, related to the purchasing and stores branch.....

567,950

Expenditures.....

\$ 510,769

	Estimates	Allotments	Expenditures
Salaries and wages.....	(1) 551,600	551,600	508,384
Overtime.....	(1) 100	100	
Travelling and removal expenses.....	(5) 1,500	1,500	332
Freight, express and cartage.....	(6) 1,000	1,000	9
Telephones and telegrams.....	(8) 6,500	6,500	172
Office stationery, supplies and equipment.....	(11) 2,000	2,000	1,774
Materials and supplies.....	(12) 5,000	5,000	
Unemployment insurance contributions.....	(21) 50	50	
Sundries.....	(22) 200	200	98
	<u>\$ 567,950</u>	<u>\$ 567,950</u>	<u>\$ 510,769</u>

Vote 5 For the establishment of production capacity and for capital assistance for the construction, acquisition, extension or improvement of capital equipment or works by private contractors engaged in defence contracts, or by Crown plants operated on a management-fee basis, or by Crown Companies under direction of the Minister of Defence Production, subject to the approval of Treasury Board

Vote 5b..... 2,217,000

440,000

2,657,000

Expenditures..... \$ 2,625,990

	Estimates	Allotments	Expenditures
Equipment.....	217,000		
Capital assistance—			
Contractors—			
Croven Limited Whitby Ont.....		6,020	6,020
The de Havilland Aircraft of Canada Ltd Toronto...		2,015	1,570
Haley Industries Ltd Haley Ont.....		74,849	47,977
Hawker Siddeley Canada Ltd Orenda Engines Division Toronto.....		51,500	51,500
Peacock Brothers Limited La Salle Que.....		79,989	77,497
Philips Electronics Industries Ltd Montreal.....		415	415
Precision Electronics Components Ltd Toronto.....		1,011	1,011
Unallotted by Treasury Board.....		1,201	
Total equipment.....	(16) 217,000	217,000	185,990
Plant modernization.....	2,440,000		
Contractors			
Aviation Electric Ltd St Laurent Que.....		248,535	248,535
Beaconing Optical and Precision Materials Co Montreal		86,059	86,059
Bristol Aerospace Ltd Winnipeg.....		47,600	47,600
C A E Industries Ltd Montreal.....		20,615	20,615
Canadair Limited Montreal.....		327,489	327,489
Canadian Marconi Company Montreal.....		144,404	144,404
Dowty Equipment of Canada Limited Ajax Ont.....		4,923	4,923
E M I Cossor Electronics Ltd Dartmouth N S.....		12,305	12,305
Erie Technological Products of Canada Ltd Trenton Ltd.....		12,563	12,563
Fleet Manufacturing Ltd Fort Erie Ont.....		32,218	32,218
General Impact Extrusions (Manufacturing) Limited Montreal.....		50,208	50,208
Hawker Siddeley Canada Ltd Orenda Engines Division Toronto.....		16,714	16,714
Holmes Foundry Limited Sarnia Ont.....		226,052	226,052
Ingersoll Machine and Tool Company Limited Inger- soll Ont.....		249,822	249,822
Jarry Hydraulics Ltd Montreal.....		88,863	88,863
La Salle Engineering Limited Montreal.....		65,946	65,946
Laurentian Concentrates Limited Thurso Que.....		3,455	3,455
Lucas-Rotax Limited Montreal.....		80,775	80,775
O and W Electronics Ltd Don Mills Ont.....		8,500	8,500
Preci-Tools Limited Montreal.....		46,544	46,544
Precision Electronic Components Ltd Toronto.....		47,880	47,880
Renfrew Aircraft and Engineering Company Limited Renfrew Ont.....		8,800	8,800
Rolls-Royce of Canada Ltd Montreal.....		54,681	54,681
United Aircraft of Canada Limited Montreal.....		414,039	414,039
Welwyn Canada Limited London Ont.....		86,778	86,778
Westhill Industries Limited Montreal.....		3,487	3,487
York Gears Limited Toronto.....		50,745	50,745
Total plant modernization.....	(17) 2,440,000	2,440,000	2,440,000
	\$ 2,657,000	\$ 2,657,000	\$ 2,625,990

In all cases where capital assistance was given, the titles to land, buildings, machinery and equipment were vested in the Crown.

Vote 10 To establish qualified sources for the production of component parts and materials, subject to the approval of Treasury Board, and to authorize, notwithstanding section 30 of the Financial Administration Act, total commitments of \$1,200,000 for the foregoing purposes during the current and subsequent fiscal years

Expenditures			500,000 \$ 229,729
	<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Contractors—	326,597		
Aircraft Appliances and Equipment Ltd Toronto.....		18,000	16,806
Airtron Canada Limited Renfrew Ont.....		792	792
Black Clawson-Kennedy Limited Owen Sound Ont.....		4,068	232
Bowmar Canada Ltd Ottawa.....		31,611	31,611
Burgess Micro Switch Co Toronto.....		49,008	
Canadian General Electric Co Toronto.....		27,874	11,743
Central Dynamics Ltd Pointe Claire Que.....		2,750	
C T S of Canada Ltd Streetsville Ont.....		23,226	23,226
Desitron Co Ltd Scarborough Ont.....		48,000	48,000
Dowty Equipment of Canada Limited Ajax Ont.....		19,555	9,564
Ferrox Ltd Ottawa.....		19,500	19,500
Gulton Industries (Canada) Ltd Gananoque Ont.....		50,359	47,319
Honeywell Controls Ltd Toronto.....		3,338	3,338
Johnson Matthey and Mallory Ltd Toronto.....		10,711	4,610
Muirhead Instruments Ltd Stratford Ont.....		15,202	12,988
R C A Victor Co Ltd Montreal.....		2,603	
	<u>326,597</u>	<u>326,597</u>	<u>229,729</u>
Plus—Amount not required for commitments during the fiscal year	173,403	173,403	
	<u>(22) \$ 500,000</u>	<u>\$ 500,000</u>	<u>\$ 229,729</u>

Vote 11e Reimbursement of the Queen's Printer's advance account for the value of stores which have become obsolete or unserviceable.....

Expenditures..... (22) **\$ 44,477**

Exchequer Court awards..... (22) **\$ 2,290**
Compensation in Petition of Right, Frank Hopson vs Her Majesty the Queen.

Gratuities to families of deceased employees, Civil Service Act..... (21) **\$ 930**

CROWN COMPANIES

Vote 40 Canadian Arsenals Limited—Administration and operation..... 2,017,000
Expenditures..... (22) **\$ 1,494,945**

The above expenditures represents payments to the company.

The accounts of Canadian Arsenals Limited are audited by the Auditor General of Canada and the Balance Sheet as at March 31, 1966, as certified by him, together with supporting schedules, will be found in volume III of this report.

Vote 45 Canadian Arsenals Limited—Construction, improvements and equipment..... 188,000
Expenditures..... (16) **\$ 181,317**

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages	15,604,408	15,637,364	13,687,938
(2) Civilian allowances	265,000	259,383	253,795
(4) Professional and special services	542,500	322,108	192,152
(5) Travelling and removal expenses	490,600	498,351	434,126
(6) Freight, express and cartage	161,165	159,549	148,777
(7) Postage	85,200	74,961	76,889
(8) Telephones, telegrams and other communication services	360,985	335,727	287,229
(9) Publication of departmental reports and other material	228,100	83,281	16,511
(10) Exhibits, advertising, films, broadcasting and displays	32,000	2,911	1,079
(11) Office stationery, supplies, equipment and furnishings	1,085,815	1,185,529	1,018,316
(12) Materials and supplies	60,750	24,795	8,846
Buildings and works, including land—			
(13) Construction or acquisition			3,603
(15) Rentals	76,500	38,256	25,292
Equipment—			
(16) Construction or acquisition	496,000	411,165	979,665
(17) Repairs and upkeep	2,455,100	2,450,463	46,581
(19) Municipal or public utility service	203,300	207,526	227,172
(21) Pensions, superannuation and other benefits	1,480	2,342	2,603
(22) All other expenditures	2,820,197	1,914,472	5,637,361
	24,969,100	23,608,183	23,047,935
(34) Less—Estimated savings and recoverable items	170,000	170,000	220,465
Total	\$24,799,100	\$23,438,183	\$22,827,470

Estimated value of major services not included
in this department's appropriations

	1965-66	1964-65
Accommodation—provided by Department of Public Works	3,676,800	3,664,700
Accounting and cheque issue services—Comptroller of the Treasury	1,402,300	1,352,800
Contributions to superannuation account—Department of Finance	1,038,100	1,138,400
Employee surgical-medical insurance premiums—Department of Finance	96,200	107,300
Employee compensation payments—Department of Labour	7,500	7,200
Carrying of franked mail—Post Office Department	50,300	88,100
Total	\$ 6,271,200	\$ 6,358,500

Estimated value of major services provided to other departments

	1965-66	1964-65
Advisory and administrative services—Department of Industry	\$ 686,600	

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
A Return on investments	5,537,596 40	5,593,576 85
B Proceeds from sales	7,489,152 76	9,865,342 50
C Services and service fees	223,168 18	143,479 95
D Refunds of previous years' expenditure	25,734 41	14,032 48
E Miscellaneous	77,075 24	27,035 23
Total	\$13,302,726 99	\$15,643,467 01

Details

Non-Tax Revenue—

A Return on investments:

Interest on balances receivable under departmental agreements of sale of crown assets:

Algoma Steel Corporation Ltd \$34,198; Canadair Ltd \$28,455; Canadian Car (Pacific) Ltd \$704; The de Havilland Aircraft of Canada Ltd (formerly Avro Aircraft Ltd) \$23,201; Hawker Siddeley Canada Ltd Orenda Engines Division \$83,491; Renfrew Aircraft and Engineering Co Ltd \$21,610 . . .	191,659
Dividend on capital stock of Polymer Corporation Ltd.	4,500,000
Interest on debentures—The Corporation of the Township of Toronto	5,810
Net profit on the 1965-66 operations of the Queen's Printer's advance account	322,877
Canadian Commercial Corporation—Accumulated surplus at March 31, 1965 after providing \$225,000 as a reserve for contingencies	5,344
Crown Assets Disposal Corporation—Excess of income over expense—1965-66	511,498
Sundries	408

5,537,596

B Proceeds from sales:

Sale of surplus Crown Assets by Crown Assets Disposal Corporation (principal and interest less portion retained by Corporation, and less \$9,073,029 remitted to the Department of National Defence)

5,744,925

The accounts of the Corporation are audited by the Auditor General of Canada and the Balance Sheet as at March 31, 1966, as certified by him, together with supporting schedules will be found in Volume III of this report.

Sale of publications

12,573

Sale of departmental Crown assets and recoveries re environmental test equipment

Bach-Simpson Limited \$3,700; Canadair Ltd \$569,099; CTS of Canada Ltd \$19,600; Croven Ltd \$4,138; Dale Electronics Limited \$500; The de Havilland Aircraft of Canada Ltd (formerly Avro Aircraft Ltd) \$232,015; Hawker Siddeley Canada Limited, Orenda Engines Division \$834,907; Johnson Matthey and Mallory Ltd \$4,000; Marsland Engineering Co \$3,608; Philips Electronics Industries Limited \$3,980; Precision Electronics Components (1956) Ltd \$3,755; C R Snelgrove Company Limited \$2,353

1,681,655

7,439,153

(For further details in respect of certain of these companies, see schedule, other loans and investments, in volume I of this report).

C Services and service fees: Rental of government-owned machine tools and buildings \$222,997; sundries \$171

223,168

D Refunds of previous years' expenditure: Miscellaneous refunds from contractors pursuant to cost audits \$13,291; sundries \$12,444

25,735

E Miscellaneous: Canadian Corporation for the 1967 World Exhibition \$66,644; sundries \$10,431

77,075

Total

\$13,802,727

Certified correct.

G. W. HUNTER,

Deputy Minister of Defence Production.

Comparative Statement of Accounts Receivable
at March 31

	1966	1965
Current year—		
Collectible	25,890	4,270
Previous years—		
Collectible		1,768
Uncollectible	259,133	259,329
	<u>\$ 285,023</u>	<u>\$ 265,367</u>

During the year one item in the amount of \$338 was deleted under section 23 of the Financial Administration Act c.116, R.S., as amended and one item in the amount of \$1,768 was deleted under authority of Department of Finance Vote 16e.

Appendix 1
DEPARTMENT OF DEFENCE PRODUCTION WORKING CAPITAL ADVANCE
BALANCE SHEET AS AT MARCH 31, 1966
(with comparative figures as at March 31, 1965)

	1966	1965		1966	1965
ASSETS			LIABILITIES AND GOVERNMENT EQUITY		
Accounts receivable.....	20,653,454	14,740,837	Accounts payable and deferred liabilities	4,804,017	2,890,076
Progress payments and advances to suppliers.....	9,046,427	48,717,413	Progress payments and advances from customers.....	8,574,844	32,620,849
Working capital advance.....	330,000	330,000	Equity of Government of Canada in Working capital advance as provided by Section 16 of the Defence Production Act (authorized \$100,000,000).....		30,874,085
Inventories of strategic materials, at cost (net realizable value \$7,037,489).....	7,036,306	8,224,439	Earned surplus (see schedule 1).....		1,818,444
Inventory shortage, cobalt, at cost—(Note 1).....	1,188,599	1,190,765		24,875,925	32,692,529
				<u>\$38,254,786</u>	<u>\$68,203,454</u>

NOTE 1—An inventory of 343,552 lbs. of refined cobalt was certified as being on hand in the custodian's warehouse at March 31, 1965, however a shortage was discovered in May 1965 and is still under investigation. At that time, the shortage was reported as being 315,390 lbs., costing \$1,190,765. Subsequent investigation disclosed an actual shortage of 314,816 lbs. only, costing \$1,188,599 (net realizable value \$601,299). Partial recovery in the amount of \$46,223 was received subsequent to March 31, 1966.

DEPARTMENT OF DEFENCE PRODUCTION WORKING CAPITAL ADVANCE—*Concluded*

SCHEDULE 1

Statement of Trading Operations for the Year Ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

	1966	1965
Sales at cost:		
Aircraft and components.....	50,853,624	93,091,984
Research and development.....	15,933,246	13,048,450
Munitions and propellants.....	2,939,593	1,878,591
Shipbuilding components.....	17,630	(171,042)
Sonobuoys.....		75,000
	<u>\$69,744,093</u>	<u>\$107,922,983</u>
Strategic materials:		
Sales.....	57,929	34,424
Cost of sales.....	54,124	34,034
Gross profit.....	3,805	390
Interest earned on:		
Agreement of sale of aircraft.....	\$ 453,039	551,372
Working capital advance for the operation of Crown-owned plant.....	19,745	14,434
	<u>472,784</u>	<u>565,806</u>
	476,589	566,196
Deduct: Warehousing and other expenses—strategic materials.....	8,741	3,531
Net Income.....	<u>\$ 467,848</u>	<u>\$ 562,665</u>

Statement of Earned Surplus for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

	1966	1965
Balance April 1.....	1,818,444	1,255,779
Add: Net income for the year.....	467,848	562,665
Balance at March 31.....	<u>\$ 2,286,292</u>	<u>\$ 1,818,444</u>

Appendix 2
Queen's Printer's Advance

Ottawa, September 29, 1966.

THE HONOURABLE C. M. DRURY,
MINISTER OF INDUSTRY,
OTTAWA.

Sir,

I have examined the Balance Sheet of the Queen's Printer's Advance as of March 31, 1966, and the related Statement of Operations for the year then ended. My examination was made in accordance with generally accepted auditing standards, and included a general review of the accounting procedures and such tests of the accounting records and other supporting evidence as I considered necessary in the circumstances.

Administrative expenses (\$586,624) and expenditure on major equipment repairs (\$34,230) have, for the first time, been charged to the Advance instead of to parliamentary appropriations provided for the Canadian Government Printing Bureau, as in previous years.

Section 37 of the Public Printing and Stationery Act provides for advances to enable the Queen's Printer "to purchase materials for the execution of orders . . ." and the Deputy Attorney General has expressed the opinion that the term material is sufficiently broad to include equipment. Consequently, for the first time, equipment costing \$287,093 acquired during the year has been charged to the Advance rather than to parliamentary appropriations as in the past. The cost of this equipment which has a useful life of many years, has been recorded as expenditure rather than as an asset to be amortized over its useful life. Therefore, the year's costs are, in my opinion, overstated while the assets of the Advance and the year's profit payable to the Receiver General are understated.

The inventories on hand at the year end were valued on a basis consistent with that of the preceding year except that the book value of typewriters (\$41,348 representing cost less rental received) supplied to the House of Commons on an annual rental basis of 5% of cost, has been written down to an appraised value of \$24,700. This appraisal was made because the rental charged has not been sufficient to cover the actual depreciation on the machines. In my opinion, the adjustment of \$16,648 should have been charged to a parliamentary appropriation provided for the purpose rather than as a cost of sales of the Canadian Government Supply Service.

Linotype and monotype metal with an estimated value of \$250,000 to \$300,000 is on hand in the Printing Bureau. This metal, which is reusable, has accumulated over a number of years and the practice has been to amortize the cost of each year's purchase over a period of three years regardless of the extent to which the metal was used in any year. There is therefore no clear relationship between the amounts charged to expense in any year and the true cost of the metal used in that year.

Deferred charges relate to staff training cost in regard to the installation of a computerized typesetting system. These charges are being written off to expense over a period of three years. While there is merit in this policy, it seems doubtful whether the deferring of such costs in this way is permissive under the wording of section 37 of the Act.

In my opinion, subject to the above comments, the accompanying Balance Sheet and Statement of Operations with the relative notes present fairly the financial operations of the Advance Account as at March 31, 1966, and the result of operations for the year ended on that date in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

A. M. HENDERSON,
Auditor General of Canada.

DEPARTMENT OF DEFENCE PRODUCTION
 QUEEN'S PRINTER'S ADVANCE—Continued
 (ESTABLISHED BY THE PUBLIC PRINTING AND STATIONERY ACT)
 BALANCE SHEET AS AT MARCH 31, 1966
 (with comparative figures as at March 31, 1965)

ASSETS	LIABILITIES	
	1966	1965
Accounts receivable.....	\$	\$
Departments and agencies of the Government of Canada.....	5,776,157	4,429,650
Other.....	840	20,382
	<u>5,776,997</u>	<u>4,449,982</u>
Inventories at cost		
Printing materials and supplies.....	1,176,520	1,092,362
Work in process—printing.....	1,111,793	858,192
Stationery, office equipment and parts.....	<u>876,628</u>	<u>949,812</u>
	3,164,941	2,900,366
Prepaid expenses.....		1,026
Deferred charges.....	65,000	
	<u>\$ 9,006,938</u>	<u>\$ 7,351,374</u>
	<u>\$ 9,006,938</u>	<u>\$ 7,351,374</u>

The accompanying notes are an integral part of the financial statements.

Certified correct:

R. D. MATHER,
 Comptroller.

Approved:

G. W. HUNTER,
 Deputy Minister, Department of
 Defence Production.

I have examined the above Balance Sheet and the related Statement of Operations and have reported thereon under date of September 29, 1966 to the Minister of Industry.

A. M. HENDERSON,
 Auditor General of Canada.

QUEEN'S PRINTER'S ADVANCE—Continued
(ESTABLISHED BY THE PUBLIC PRINTING AND STATIONERY ACT)

Statement of Operations for the Year Ended March 31, 1966
(with comparative figures as at March 31, 1965)

	1966				1965
	Printing	Commercial Printing and Sundries	Stationery, Office Equipment and Parts	Total	Total
Sales					
Main Plant.....	\$ 7,531,119	\$	\$	\$ 7,531,119	\$ 8,085,370
Field Units.....	5,480,281			5,480,281	3,671,994
Commercial Contracts.....		5,098,211		5,098,211	6,242,959
Sundry printing materials and services.		485,983		485,983	438,453
Stationery, office equipment and parts..			3,154,247	3,154,247	2,924,040
	13,011,400	5,584,194	3,154,247	21,749,841	21,362,816
Cost of sales					
Opening inventories					
Work in process.....	858,192			858,192	873,685
Stationery, office equipment and parts			949,812	949,812	631,319
Direct materials.....	3,686,894	5,312,488	3,093,076	12,092,458	13,190,861
Direct labour.....	4,720,956			4,720,956	4,520,697
Equipment purchases.....	287,093			287,093	
Other factory expense.....	3,655,169	61,878		3,717,047	3,137,331
Work sub-contracted.....		213,337		213,337	152,351
	13,208,304	5,587,703	4,042,888	22,838,895	22,506,244
Deduct: Closing Inventories					
Work in process.....	1,108,284	3,509		1,111,793	858,192
Stationery, office equipment and parts			876,628	876,628	949,812
	12,100,020	5,584,194	3,166,260	20,850,474	20,698,240
Administration expense.....	586,624			586,624	
	12,686,644	5,584,194	3,166,260	21,437,098	20,698,240
	324,756		(12,013)	312,743	664,576
Discount earned.....	2,736		7,398	10,134	13,504
	\$ 327,492		\$ (4,615)		
Operating profit, to be transferred to the Consolidated Revenue Fund as revenue..				\$ 322,877	\$ 678,080

The accompanying notes are an integral part of the financial statements.

Notes to the Financial Statements

1. The cost of sales does not include the value of the following services and facilities: (i) light, power, telephone, heating, amortization of buildings and equipment, etc. for the Canadian Government Supply Service, and (ii) light, power, heating, amortization of buildings, etc. for the Canadian Government Printing Bureau. (The value of these services and facilities were provided free of charge by other government departments and through the medium of parliamentary appropriations for the Department of Defence Production.)
2. Factory expense does not include amortization costs with respect to equipment previously acquired with funds provided in parliamentary appropriation and which is still in use in the printing plant.
3. The amounts shown for 1965-66 are not comparable with those of the previous year because they include for the first time, administrative expenses, major equipment repairs, and equipment purchases which were previously charged to Parliamentary appropriations for the Canadian Government Printing Bureau.

QUEEN'S PRINTER'S ADVANCE—*Concluded*

(ESTABLISHED BY THE PUBLIC PRINTING AND STATIONERY ACT)

Reconciliation

The following is a reconciliation of the Queen's Printer's advance account as reflected in the preceding financial statements which were prepared from accounts maintained on an accrual basis with the asset account "Queen's Printer's advance" which is included under the schedule, Departmental Working Capital Advances, in volume I of this report.

	Printing Branch	Stationery Branch	Total
Account per balance sheet of the department as at March 31, 1966..	5,219,394	980,858	6,200,252
<i>Less—</i>			
Receipts from Government departments and agencies relating to 1965-66 sales, recorded subsequent to March 31, 1966.....	3,960,011	527,032	4,487,043
Refunds of expenditures, recorded subsequent to March 31, 1966..	9,101		9,101
	<u>3,969,112</u>	<u>527,032</u>	<u>4,496,144</u>
<i>Add—</i>			
Expenditures relating to 1965-66 accounts paid subsequent to March 31, 1966.....	1,650,841	360,629	2,011,470
Debit balance in Queen's Printer's advance as at March 31, 1966....	<u>\$ 2,901,123</u>	<u>\$ 814,455</u>	<u>\$ 3,715,578</u>

**Statement of Operations as shown in the Queen's Printer's Advance
Account for the year ended March 31, 1966**

	Printing Branch	Stationery Branch	Total
Debit balance as at March 31, 1965.....	1,780,180	927,748	2,707,928
<i>Disbursements—</i>			
Salaries.....	1,931,354		1,931,354
Wages of prevailing rate staff.....	6,119,601		6,119,601
Paper, printing materials, etc.....	4,519,438		4,519,438
Office printing, stationery and sundry expenditures.....	1,164,934		1,164,934
Commercial printing, printing, binding, etc.....	4,701,169		4,701,169
Administration.....	22,299		22,299
Equipment.....	286,868		286,868
Stationery materials and supplies.....		3,006,007	3,006,007
	<u>18,745,663</u>	<u>3,006,007</u>	<u>21,751,670</u>
	20,525,843	3,933,755	24,459,598
<i>Less</i>			
Receipts from government departments and agencies.....	17,952,212	3,114,685	21,066,897
	<u>2,573,631</u>	<u>819,070</u>	<u>3,392,701</u>
Net profit for the fiscal year 1965-66 transferred to Non-Tax Revenue—			
Return on investments.....	327,492	(4,615)	322,877
Debit balance as at March 31, 1966.....	<u>\$ 2,901,123</u>	<u>\$ 814,455</u>	<u>\$ 3,715,578</u>

1965-66
PUBLIC ACCOUNTS

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ECONOMIC COUNCIL OF CANADA

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Details of
EXPENDITURES AND REVENUES

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ECONOMIC COUNCIL OF CANADA

(provided for in Secretary of State Estimates 1965-66)

Under authority of P.C. 1965-2288, December 22, 1965, the Governor General in Council designated the Right Honourable the Prime Minister as the appropriate Minister under the Financial Administration Act with respect to the Economic Council of Canada.

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
13-2	40	Administration.....	\$ 1,147,400 00	\$ 1,116,362 27	\$ 833,873 41

Vote 40 Administration.....	990,000
40b.....	132,500
Transfer from Department of Finance Vote 15 contingencies.....	24,900

	1,147,400
Expenditures.....	\$ 1,116,362

Administration

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 786,800		
Transfer from Department of Finance Vote 15 contingencies.....	24,900		
	(1) 811,700	831,700	819,754
A Professional and special services.....	(4) 70,000	70,000	69,864
Travelling and removal expenses.....	(5) 65,000	65,000	61,993
Freight, express and cartage.....	(6) 800	1,200	1,174
Postage.....	(7) 400	400	132
Telephones and telegrams.....	(8) 14,000	16,500	16,060
Publication of reports and studies.....	(9) 21,000	21,000	12,099
Advertising.....	(10) 500	200	109
Office stationery, supplies and equipment.....	(11) 16,500	37,500	36,702
Sundries.....	(22) 15,000	15,000	13,663
	\$ 1,014,900	\$ 1,058,500	\$ 1,031,550

A Payments by services with individual payments of \$2,000 or over were:

Research and consultant services \$69,864—C L Barber Winnipeg \$5,124, G W Bertram Los Angeles Calif USA \$7,475, DCF Systems Ltd Toronto \$4,673, D B Fields Vancouver \$6,304, G Reuber London Ont \$8,243, F Roseman London Ont \$3,387, D C Smith Kingston Ont \$7,404, E J Spence Toronto \$14,565, Systems Engineering Associates Ltd Toronto \$6,753, J Young Vancouver \$2,257.

Special study on the relationship of prices, costs and incomes to sustained economic growth

	Estimates	Allotments	Expenditures
Salaries and wages.....	(1) 85,700	43,100	42,947
Professional and special services.....	(4) 41,400	41,400	39,025
Travelling and removal expenses.....	(5) 2,500	1,500	66
Office stationery, supplies and equipment.....	(11) 2,900	2,900	2,774
	\$ 132,500	\$ 88,900	\$ 84,812
Total Vote 40.....	\$ 1,147,400	\$ 1,147,400	\$ 1,116,362

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	897,400	862,701	643,165
(4) Professional and special services.....	111,400	108,888	67,786
(5) Travelling and removal expenses.....	67,500	62,059	54,878
(6) Freight, express and cartage.....	800	1,175	661
(7) Postage.....	400	132	148
Telephones, telegrams and other communication services...	14,000	16,060	10,898
(9) Publication of departmental reports and other material.....	21,000	12,099	7,993
(10) Exhibits, advertising, films, broadcasting and displays.....	500	109	90
(11) Office stationery, supplies, equipment and furnishings.....	19,400	39,476	32,422
(12) Materials and supplies.....			1,110
(22) All other expenditures.....	15,000	13,663	14,722
Total.....	<u>\$ 1,147,400</u>	<u>\$ 1,116,362</u>	<u>\$ 833,873</u>

Estimated value of major services not included
in this department's appropriations

	1965-66	1964-65
Accommodation—provided by the Department of Public Works.....	73,300	63,202
Accounting and cheque issue services—Comptroller of the Treasury.....	7,000	3,800
Contributions to superannuation account—Department of Finance.....	48,900	38,800
Employee surgical-medical insurance—Department of Finance.....	2,000	1,700
Carrying of franked mail—Post Office Department.....	6,500	5,700
	<u>\$ 137,700</u>	<u>\$ 113,202</u>

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
Refunds of previous years' expenditures.....	<u>\$ 853 00</u>	<u>\$ 135 92</u>

Certified correct.

JOHN J. DEUTSCH,
*Chairman, Economic Council of Canada.*Comparative Statement of Accounts Receivable
at March 31

	1966	1965
Current year—		
Collectible.....	<u></u>	<u>83</u>
	<u></u>	<u>\$ 83</u>

Appendix

ECONOMIC COUNCIL OF CANADA

Statement of Expense for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

	1966	1965
Administrative expenses:		
Salaries.....	\$ 819,754	\$ 643,165
Accommodation.....	73,300	63,202
Professional and special services.....	69,864	68,408
Travel and removal.....	61,993	66,235
Contributions to Public Service Superannuation Account and other employee benefits.....	50,900	40,500
Office stationery, supplies and equipment.....	36,702	25,311
Telephone and telegraph.....	16,060	10,898
Publication of annual report and review, studies, etc.....	12,099	17,123
Accounting and cheque issue services.....	7,000	3,800
Postal services and postage.....	6,632	5,848
Miscellaneous.....	14,947	2,449
	<u>1,169,251</u>	
Special study on the relationship of prices, costs and incomes to sustained economic growth:		
Salaries.....	42,947	
Professional and special services.....	39,025	
Miscellaneous.....	2,840	
	<u>84,812</u>	
Total Expense.....	<u>1,254,063</u>	<u>946,939</u>
Provided for by:		
Parliamentary appropriations:		
Secretary of State, Votes 40 and 40b.....	\$ 1,103,409	\$ 817,920
Department of Finance, Vote 15.....	12,954	15,817
	<u>1,116,363</u>	<u>833,737</u>
Estimated cost of accommodation, contributions to Public Service Superannuation Account and other services provided without charge by government departments	137,700	113,202
	<u>1,254,063</u>	<u>946,939</u>
Certified correct:	Approved:	
N. LAFRANCE,	JOHN J. DEUTSCH,	
Chief of Administration.	Chairman.	

I have examined the above Statement of Expense and have reported thereon under date of June 24, 1966 to the Economic Council of Canada and The Right Honourable the Prime Minister.

A. M. HENDERSON,
Auditor General of Canada.

ECONOMIC COUNCIL OF CANADA—*Concluded*

AUDITOR GENERAL OF CANADA

Ottawa, June 24, 1966.

ECONOMIC COUNCIL OF CANADA

THE RIGHT HONOURABLE THE PRIME MINISTER

OTTAWA

I have examined the accounts and financial transactions of the Economic Council of Canada for the year ended March 31, 1966, pursuant to the provisions of section 20 of the Economic Council of Canada Act.

My examination included a general review of the accounting procedures and such tests of the accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion, the accompanying Statement of Expense presents fairly the financial transactions of the Economic Council of Canada for the year ended March 31, 1966, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

A. M. HENDERSON,

Auditor General of Canada.

1965-66

PUBLIC ACCOUNTS

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DEPARTMENT OF EXTERNAL AFFAIRS

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Details of

EXPENDITURES AND REVENUES

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DEPARTMENT OF EXTERNAL AFFAIRS

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
14·2	Stat.	Secretary of State for External Affairs— Salary and motor car allowance.....	16,999 92	16,999 92	17,000 00
14·2	1	Administration, operation and maintenance.	14,772,700 00	14,364,987 73	12,123,433 23
14·10	5	Representation abroad—Operational.....	17,893,800 00	17,718,818 72	15,425,506 69
14·10	10	Representation abroad—Construction, acquisition or improvement of buildings, works, land, equipment and furnishings....	2,276,000 00	1,983,310 88	1,616,509 11
14·12	Stat.	Payments under the Diplomatic Service (Special) Superannuation Act.....	43,201 79	43,201 79	37,983 64
14·13	15	Contributions to international multilateral economic and special aid programs.....	17,782,000 00	16,622,185 02	9,751,051 88
14·14	Stat.	Credits to the Government of India under a financial agreement entered into between the Government of Canada and the Government of India.....	222,774 01	222,774 01	402,857 97
14·14	20	Other payments to international organizations and programs.....	5,385,750 00	5,285,701 54	648,185 82
14·15	25	Assessments for membership in the international (including Commonwealth) organizations that are detailed in the Estimates.....	10,308,000 00	10,088,929 91	8,994,868 30
		External Aid Office—			
14·15	30	Salaries and expenses.....	1,276,800 00	1,131,432 99	852,291 45
14·16	35	Economic, technical, educational and other assistance.....	90,600,001 00	84,887,147 51	75,556,406 97
14·17	Stat.	Refund of amounts credited to revenue in previous years.....	1,754 18	1,754 18	215 09
		INTERNATIONAL JOINT COMMISSION			
14·18	40	Salaries and expenses of the Commission....	258,300 00	178,710 34	126,246 99
		<i>Expenditures from appropriations not required for 1965-66.....</i>			5,634,029 06
			<u>\$160,838,080 90</u>	<u>\$152,545,954 54</u>	<u>\$131,186,586 20</u>

Salary of the Secretary of State for External Affairs, Hon Paul Martin, Salaries Act, c. 243, R.S., as amended.....	(1)	\$ 15,000
Motor car allowance to the Secretary of State for External Affairs, c. 249, R.S., as amended.....	(2)	\$ 2,000

Hon Paul Martin received travelling expenses of \$6,444 charged to Vote 1.

Vote 1 Administration, operation and maintenance including payment of remuneration, subject to the approval of the Governor in Council and notwithstanding the Civil Service Act, in connection with the assignment by the Canadian Government of Canadians to the staffs of International Organizations detailed in the Estimates, and authority to make recoverable advances in amounts not exceeding in the aggregate the amounts of the shares of those Organizations of such expenses,

and authority, notwithstanding the Civil Service Act, for the appointment and fixing of salaries of Commissioners (International Commissions for Supervision and Control in Indo-China), Secretaries and staff by the Governor in Council; assistance and repatriation of distressed Canadian citizens and persons of Canadian domicile abroad, including their dependents; Canadian participation in the Commonwealth Arts Festival to be held in Britain in the fall of 1965; payment to the Roosevelt Campobello International Park Commission for the purposes and subject to the provisions of the Act respecting the Commission established to administer the Roosevelt Campobello International Park; a cultural relations and academic exchange program with the French Community, and grants as detailed in the Estimates.

	13,176,800
Vote 1b.....	267,100
Vote 1d.....	655,000
Vote 1e.....	474,100
Transfer from Department of Finance Vote 15 contingencies.....	199,700
	14,772,700
Expenditures.....	\$14,364,988

Total revenue arising from the above expenditures amounted to \$1,210,728.

Departmental administration

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 5,412,500			
Transfer from Department of Finance Vote 15 contingencies.....	151,700			
		(1) 5,564,200	5,518,300	5,495,008
Overtime.....		(1) 36,500	76,500	73,914
A Professional and special services.....		(4) 152,000	152,000	133,968
B Courier service.....		(5) 333,000	376,000	371,844
Removal and home leave expenses.....		(5) 1,711,000	1,536,000	1,497,067
Other travelling expenses.....		(5) 140,000	275,000	263,900
Freight, express and cartage.....		(6) 25,000	24,500	16,345
Postage.....		(7) 112,000	112,000	111,581
Carriage of diplomatic mail.....		(8) 63,000	95,000	93,062
Telephones, telegrams and other communication services.....		(8) 2,463,000	2,433,000	2,432,855
Publication of departmental reports and other material.....		(9) 258,000	208,000	192,739
Displays, films and other informational publicity.....		(10) 97,000	57,000	55,806
Office stationery, supplies and equipment.....		(11) 419,000	509,000	504,454
Purchase of publications for distribution.....		(12) 41,000	41,000	37,470
Materials and supplies.....		(12) 32,000	32,000	26,824
Acquisition of equipment.....		(16) 137,000	134,000	130,725
Repairs and upkeep of equipment.....		(17) 62,000	62,000	61,440
Taxes on diplomatic property in the Ottawa area.....		(19) 265,500	265,500	264,675
Compensation to employees for loss or damage to furniture and effects.....		(22) 2,000	2,000	627
Sundries.....		(22) 106,000	158,900	156,793
Participation in the Commonwealth Arts Festival to be held in Britain in the fall of 1965.....		(22) 304,000	304,000	284,717
		\$12,323,200	\$12,371,700	\$12,205,814

Revenue arising from the above expenditures amounted to \$1,210,728 and consisted of *Privileges, licences and permits* \$1,174,673—passport and visa fees \$1,174,673; *Services and service fees* \$14,946—consular and service fees \$14,946; *Miscellaneous*—\$21,109.

A Payments by services with individual payments of \$2,000 or over were:

Consultant services \$8,042—M Galway Ottawa \$4,200, J D Gibson Toronto \$3,842.

Research studies \$15,760—L C Clark Fredericton \$3,383; D M Jones Ottawa \$2,500, E MacCallum Ottawa \$7,377, Queen's University Kingston Ont \$2,500.

B Removal and home leave expenses of employees whose salaries were charged to Vote 5 were paid from this allotment.

Canada's civilian participation as a member of the International Commissions for Supervision and Control in Indo-China including authority, notwithstanding the Civil Service Act, for the appointment and fixing of salaries of commissioners, secretaries and staff by the Governor in Council

	Estimates	Allotments	Expenditures
Salaries.....	\$ 195,000		
Transfer from Department of Finance Vote 15 contingencies.....	5,000		
	(1) 200,000	200,000	176,116
Overtime.....	(1) 3,000	3,000	1,706

		Estimates	Allotments	Expenditures
Allowances.....	\$ 81,000			
Transfer from Department of Finance Vote 15 contingencies.....	41,000			
		(2) 122,000	122,000	86,818
Professional and special services.....		(4) 700	2,700	1,648
Travelling expenses.....		(5) 46,750	84,250	83,826
Freight, express and cartage.....		(6) 500	5,500	4,249
Postage.....		(7) 50	150	82
Telephones, telegrams and other communication services.....		(8) 296,000	209,900	207,173
Office stationery, supplies and equipment.....		(11) 6,000	11,000	10,763
Materials and supplies.....		(12) 1,000	2,500	2,310
Acquisition of equipment.....		(16) 5,000	7,500	7,321
Sundries.....		(22) 2,000	4,000	3,356
		\$ 688,000	\$ 652,500	\$ 585,363

Special administrative expenses including payment of remuneration, subject to the approval of the Governor in Council and notwithstanding the Civil Service Act, in connection with the assignment by the Canadian Government of Canadians to the staffs of the international organizations detailed in the Estimates (part recoverable from those organizations), and authority to make recoverable advances in amounts not exceeding in the aggregate the amounts of the shares of those organizations of such expenses

		Estimates	Allotments	Expenditures
Special administrative expenses, including salaries, allowances and removal expenses:				
North Atlantic Treaty Organization.....	\$ 118,200			
Transfer from Department of Finance Vote 15 contingencies.....	1,200			
		(22) 119,400	119,400	124,940
Less—Amount recoverable.....		(34) 47,000	47,000	62,526Cr
		72,400	72,400	62,414
Organization for Economic Co-operation and Development.....	\$ 43,700			
Transfer from Department of Finance Vote 15 contingencies.....	800			
		(22) 44,500	44,500	12,707
Less—Amount recoverable.....		(34) 30,000	30,000	27,515Cr
		14,500	14,500	14,808Cr
Commonwealth Educational Liaison Unit.....		(22) 3,600	3,600	3,600
		\$ 90,500	\$ 90,500	\$ 51,206

Official hospitality

	Estimates	Allotments	Expenditures
Expenditures.....	(22)\$ 50,000	\$ 72,000	\$ 70,509

This sub-vote was provided for the payment of accounts incurred in connection with the entertainment of distinguished visitors, most of whom are from abroad.

Assistance and repatriation of distressed Canadian citizens and persons of Canadian domicile abroad, including their dependents (part recoverable)

	Estimates	Allotments	Expenditures
Expenditures.....	(22)\$ 25,000	\$ 25,000	\$ 14,715

Expenditures represented payments by the diplomatic and consular missions abroad for distressed Canadians on written agreement of repayment.

Refunds of such payments received in the same fiscal year in which the disbursements were made were credited to this sub-vote.

Canadian representation at international conferences

	Estimates	Allotments	Expenditures
Professional and special services	(4) 1,000	3,000	1,332
Travelling expenses	(5) 315,000	272,000	248,571
Telephones and telegrams	(8) 2,000	2,000	384
Rentals	(15) 15,000	15,000	8,894
Entertainment	(22) 10,000	14,000	11,200
Sundries	(22) 10,000	7,000	4,805
	<u>\$ 353,000</u>	<u>\$ 313,000</u>	<u>\$ 275,186</u>

This sub-vote provided for Canadian participation in International Conferences held under the direction of the Department of External Affairs. The amount provided is based on foreseen requirements only.

Details of expenditures by conferences follow:

Contracting Parties to the General Agreement on Tariffs and Trade	2,128
Economic and Social Council	22,568
Disarmament	353
International Atomic Energy Agency	9,998
International Civil Aviation Organization	8,257
International Law Commission	2,510
North Atlantic Treaty Organization	23,508
Organization for Economic Co-operation and Development	5,631
Prime Ministers' Conference	22,499
United Nations General Assembly	123,645
United Nations Conference on Trade and Development	24,655
United Nations Conference on Human Rights	4,653
Miscellaneous conferences	24,781
	<u>\$ 275,186</u>

Following is a list of the travelling expenses of each conference together with the names of delegates and personnel who attended. It should be noted that the travelling expenses of the Honourable Members of the Senate, Members of the House of Commons and government employees listed are not included elsewhere.

	Travelling Expenses		Travelling Expenses
Contracting Parties to the General Agreement on Tariffs and Trade	1,878	Finance: Pawlyshyn D K	
External Affairs: Beaulac A M E Langley J C		Trade and Commerce: Eastman P T	
Finance: Joyce R K		Disarmament	353
Economic and Social Council	20,718	External Affairs: Cornett D M Gotlieb A E Marshall C J	
Members of the House of Commons: Gelber M		International Atomic Energy Agency	9,098
External Affairs: Barker J R Barker M O B Barton W H Beesley J A Brown B M Cote J J M Davidson J Doyon J R Grondin G Houzer L MacLaren R W Montgomery P Parry J O Rankin B Sellers G Tremblay P Wilgress E D		Atomic Energy Control Board: Gray J L Greenwood J W Laurence G C Perry J T	
		International Civil Aviation Organization	7,731
		Air Transport Board: Azzie R Gray J T Green J W McLaughlin R Porter H G Sicotte G Woodward F W	

	Travelling Expenses		Travelling Expenses
External Affairs:		Industry:	
Duder R		Orr J L	
MacPherson M		National Research Council:	
O'Keefe C		Tupper K F	
Small A D		Privy Council Office:	
Wardroper M		Forward F	
Finance:		Hughes E O	
Bignell D C		Whitehead J R	
Transport:		Others:	
Booth C S		Porrier R	
Cole J E		Prime Ministers' Conference.....	16,744
Elliott A L		Members of the House of Commons:	
Vanisse J		Pearson Rt Hon L B	
International Law Commission.....	2,510	External Affairs:	
External Affairs:		Brown G	
Beesley J A		Campbell A G	
Cadieux M		Carter T	
North Atlantic Treaty Organization.....	20,321	Collins R E	
Members of the House of Commons:		Freeman M J	
Martin Hon P		Hicks D B	
Emergency Measures Organization:		Langley J C	
Amyot D E		Lavoie R	
External Affairs:		McCuaig H	
Berry L M		McGaughey C E	
Black E P		McGill A S	
Cadieux M		Milne E	
Carter T		Osborne R	
Chevrier L		Pring R	
Dobell P C		Reece D C	
Fortier D'I		Sabourin P	
George J		Smith A C	
Hadwen J G		Woodsworth C	
Hamon A M		Privy Council Office:	
Hart A F		Campbell E	
Ignatieff F		Coutts J	
Kirkwood D H		Dornan H	
Kroeger A		Hebert G	
McDougall P A		How M A	
Montgomery P M		O'Hagan R	
Nutt J S		Perron A	
Pick A J		Robertson R G	
Robbins A M U		Stewart H B	
Robinson H B O		Walls A L	
Sabourin P		Wightman J	
Smith A		United Nations General Assembly.....	113,595
Organization for Economic Co-operation and Development.....	5,566	Honourable Members of the Senate:	
Members of the House of Commons:		Belisle Hon R	
Drury Hon C M		Blois Hon F M	
External Affairs:		Kinley Hon J J	
Hill D R		Molson Hon H	
Hyndman J E		Members of the House of Commons:	
Langley J C		Forest Y	
McKinney J R		Foy W	
Smith L A H		Gregoire G	
		Guay R	
		Howe W	
		Klein M L	
		Laverdiere H	
		Legault C	

Travelling
ExpensesTravelling
Expenses

Lessard H P
Lessard M
Lloyd J
Manziuk N
Martin Hon P
Monteith Hon J W
Nesbitt W
Patterson A B
Regan G A
Saltsman M
Tucker J
Watson I

Walker R
Warren J D L
Wershof M H
Wise S
Woollcombe S

Finance:
Bignell D C
Pasch H E

Secretary of State:
Gaulin J M

Others:
Konantz M
Woodside W

External Affairs:

Alary H
Barton W H
Beaulieu P A
Boehm J T
Brownlee M
Buckley-Jones D
Bujold M
Cadieux M
Cornett D M
Cright F
Delvoie L A
Doig I
Dolgin S M
Filion B
Glaister W J
Godrey M A
Hadwen J G
Hahn P L
Hamon A M
Heinbecker P E
Hepner E W
Lapointe P
LeBlanc L
Legg J C
Lesage F M
Loggie M
Malone J A
Marshall C J
Meagher B M
Melanson E
Middleton R M
Miller D M
Millerson H E
Milne F
Murray R W
Noiseux J C
Osborne R
Pearson G A H
Phillips M B
Plamondon C
Quinto B
Robertson A W J
Robinson H B O
Rose J D L
Ross E
Sellers G
Shannan G E
Smith R
Touchette J M
Tucker D H
Vennet M

United Nations Conference on Trade and
Development..... 21,468

External Affairs:

Barker J R
Barton W B
Burns E L M
Cadieux M
Dollimore V
Fortier D'I
Goldschlag K
Hyndman J E
MacLaren R W
McKinney R
Meagher B M
Parry J O
Robinson H B
Sellers G
Smith L A H
Turner V G
Wilgress E D

Finance:
Bignell D C
Hudon L D
Lomas A A
MacPherson J C
Rayner J
Reid P M

Trade and Commerce:
Eastman P T
Lane A W A
MacCallum C J

United Nations Conference on Human
Rights..... 4,349

Citizenship and Immigration:
Lussier C

External Affairs:
Grondin G
Langley J C

Others:
Aitken M
Kasurak V

Miscellaneous conferences..... 24,240

Asian Development Bank Conference

	Travelling Expenses		Travelling Expenses
External Affairs:		Sugar Conference	
Copithorne M D		External Affairs:	
Dupuis J		MacLaren R S	
Atlantic Policy Advisory Group		Finance:	
External Affairs:		Rayner J	
Crean G G		United States Canada Ministerial Com-	
Collins R E		mittee on Trade & Economic Affairs	
Dobell P C		External Affairs:	
Canada United States Conference		Langley J C	
External Affairs:		United Nations Special Committee on	
Laverdure C		Friendly Relations	
Canada West Indies Conference		External Affairs:	
External Affairs:		Miller D M	
Campbell A G		Wershof M H	
Ritchie A E		United Nations Development Program	
Ditchley Foundation on United States,		Meeting	
British and other Commonwealth		External Affairs:	
Policies in the Caribbean Area		Barker J R	
External Affairs:		United Nations Special Agencies Ad Hoc	
McInnis G		Committee	
Finance:		Finance:	
Hudon L O		Bignell D C	
Inter-American Conference		Vatican Council	
External Affairs:		External Affairs:	
Langille G C		Leger J	
International Red Cross		World Congress on Eradication of	
National Defence:		Illiteracy	
Elliott W J		Non-Government:	
International Telecommunications		Brecher I	
Union		Coutts H	
External Affairs:		McEwen E	
Beesley J A		Page J L	
Lee E G		World Food Program Pledging	
Reynolds R E		Conference	
Meeting on Major Contributions Group		Agriculture:	
External Affairs:		Green Hon J J	
Barton W H		World Peace Conference	
Peaceful Uses of Outer Space		External Affairs:	
External Affairs:		Gotlieb A E	
Kingstone H C		Total.....	\$ 248,571

Payment to the Roosevelt Campobello International Park Commission for the purposes and subject to the provisions of the Act respecting the Commission established to administer the Roosevelt Campobello International Park (\$218,000 US)

		Estimates	Allotments	Expenditures
Payment.....(22)	\$	235,500	\$ 235,500	\$ 235,343

DEPARTMENT OF EXTERNAL AFFAIRS

14-9

To provide for a cultural relations and academic exchange program with the French Community

		Estimates	Allotments	Expenditures
Expenditures	(22)	\$ 900,000	\$ 900,000	\$ 843,055

Grant to the United Nations Association in Canada

		Estimates	Allotments	Expenditures
Grant	(20)	\$ 17,000	\$ 17,000	\$ 17,000

Grant to the Canadian Atlantic Co-ordinating Committee

		Estimates	Allotments	Expenditures
Grant	(20)	\$ 2,500	\$ 2,500	\$ 2,500

Gift to commemorate the independence of Jamaica

		Estimates	Allotments	Expenditures
Gift	(20)	\$ 3,400	\$ 3,400	\$ 2,570

Gift to commemorate the independence of Trinidad and Tobago

		Estimates	Allotments	Expenditures
Gift	(20)	\$ 7,500	\$ 7,500	\$ 2,000

Gift to commemorate the independence of Kenya

		Estimates	Allotments	Expenditures
Gift	(20)	\$ 5,000	\$ 5,000	\$ 4,239

Gift to commemorate the independence of Zambia

		Estimates	Allotments	Expenditures
Gift	(20)	\$ 5,000	\$ 5,000	\$

Contribution to the Consultative Committee of the Maison Canadienne, Paris, France

		Estimates	Allotments	Expenditures
Contribution	(20)	\$ 45,000	\$ 45,000	\$ 45,000

Grant to the Canadian-German Society of Hanover (20,000 Deutschmarks)

		Estimates	Allotments	Expenditures
Grant	(20)	\$ 5,400	\$ 5,400	\$ 5,400

Gift of furnishings for new building of the World Health Organization, Geneva, Switzerland

		Estimates	Allotments	Expenditures
Gift	(20)	\$ 13,500	\$ 13,500	\$

Gift to commemorate the independence of Gambia

		Estimates	Allotments	Expenditures
Gift	(20)	\$ 2,500	\$ 2,500	\$ 2,213

Gift to commemorate the independence of Tanzania

		Estimates	Allotments	Expenditures
Gift	(20)	\$ 700	\$ 700	\$ 575

Gift to Pan-American Health Organization

	Estimates	Allotments	Expenditures
Gift..... (20)	\$ 5,000	\$ 5,000	\$ 2,300
Total Vote 1.....	\$14,772,700	\$14,772,700	\$14,364,988

Vote 5 Representation abroad—Operational—Including authority, notwithstanding the Civil Service Act, for the appointment and fixing of salaries of high commissioners, ambassadors, ministers plenipotentiary, consuls, secretaries and staff by the Governor in Council.....

16,865,000

Vote 5e.....

96,000

Transfer from Department of Finance Vote 15 contingencies.....

932,800

Expenditures.....

17,893,800

\$17,718,819

	Estimates	Allotments	Expenditures
Salaries and wages..... \$ 7,810,000			
Transfer from Department of Finance Vote 15 contingencies..... 492,800			
	(1) 8,302,800	8,182,800	8,145,152
Overtime..... \$ 208,000			
Transfer from Department of Finance Vote 15 contingencies..... 24,000			
	(1) 232,000	262,000	245,512
Allowances..... \$ 5,699,000			
Transfer from Department of Finance Vote 15 contingencies..... 416,000			
	(2) 6,115,000	6,205,000	6,094,978
Professional and special services..... (4) 60,000		60,000	59,983
Travelling expenses..... (5) 227,000		241,000	240,874
Freight, express and cartage..... (6) 140,000		152,000	151,385
Postage..... (7) 121,000		117,600	115,536
Telephones..... (8) 171,000		171,000	170,913
Office stationery, supplies and repairs to office equipment... (11) 310,000		310,000	309,870
Fuel for heating and other materials and supplies..... (12) 211,000		227,000	226,899
Repairs and upkeep of buildings..... (14) 455,000		455,000	448,371
Rental of land and buildings..... (15) 998,000		998,000	997,669
Repairs and upkeep of equipment..... (17) 211,000		190,000	189,708
Rental of equipment..... (18) 5,000		2,400	2,350
Municipal or public utility services..... (19) 206,000		206,000	205,972
Benefits in consideration of personal services..... (21) 95,000		80,000	79,920
Sundries..... (22) 34,000		34,000	33,727
	<u>\$17,893,800</u>	<u>\$17,893,800</u>	<u>\$17,718,819</u>

A more detailed statement of expenditures from this vote by offices abroad follows Vote 10.

Vote 10 Representation abroad—Construction, acquisition or improvement of buildings, works, land, equipment and furnishings.....

2,276,000

Expenditures.....

\$ 1,983,311

	Estimates	Allotments	Expenditures
Office furnishings and equipment..... (11) 304,000		304,000	267,621
Acquisition, construction and improvement of properties for offices and residences abroad, including land..... (13) 859,000		859,000	821,833
Furniture and furnishings for residences abroad..... (16) 298,000		358,000	282,343
Acquisition of motor vehicles and other equipment..... (16) 185,000		215,000	164,422
Basic household equipment and furnishings for staff abroad.. (16) 213,000		273,000	213,252

	Estimates	Allotments	Expenditures
Acquisition of communications equipment.....	(16) 417,000	267,000	233,840
	<u>\$ 2,276,000</u>	<u>\$ 2,276,000</u>	<u>\$ 1,983,311</u>

DETAILS OF EXPENDITURES—REPRESENTATION ABROAD

	Civil salaries and wages	Civilian allowances	Other operational expenses	Total operational expenses	Capital items	Total
Diplomatic Missions—						
Argentina.....	86,995	50,554	36,833	174,382	334,902	509,284
Australia.....	99,392	45,346	34,775	179,513	87,208	266,721
Austria.....	105,429	82,218	58,805	246,452	49,310	295,762
Belgium.....	179,145	125,473	41,848	346,466	10,789	357,255
Brazil.....	109,012	61,254	44,375	214,641	20,543	235,184
British Guiana.....	50,236	28,005	14,300	92,541	4,830	97,371
Cameroun.....	57,995	53,372	52,665	164,032	10,935	174,967
Ceylon.....	76,789	61,085	41,819	179,693	136,283	315,976
Chile.....	86,204	45,549	47,310	179,063	6,969	186,032
Colombia.....	46,413	27,792	34,061	108,266	15,316	123,582
Congo.....	42,223	43,381	34,006	119,610	7,229	126,839
Costa Rica.....	52,229	27,473	32,459	112,161	2,272	114,433
Cuba.....	119,918	100,443	49,187	269,548	28,307	297,855
Cyprus.....	56,679	14,153	27,243	98,075	13,108	111,183
Czechoslovakia.....	88,373	65,125	36,857	190,355	13,108	203,463
Denmark.....	94,508	52,728	33,718	180,954	4,694	185,648
Dominican Republic.....	23,086	26,580	15,261	64,927	3,172	68,099
Ecuador.....	32,646	28,265	13,217	74,128	4,311	78,439
Ethiopia.....	25,349	14,144	25,723	65,216	24,816	90,032
Finland.....	97,061	62,236	55,391	214,688	2,590	217,278
France.....	460,373	468,292	179,660	1,108,325	63,084	1,171,409
France—North Atlantic Council (including the Office of European Economic Co-operation).....	228,179	266,532	44,676	539,387	16,435	555,822
Office of the Adviser to the Government of Canada on Disarmament, Geneva.....	74,045	52,037	16,990	143,072	3,232	146,304
Germany—Berlin.....	35,528	11,927	9,915	57,370	6,427	63,797
Germany—Bonn.....	214,247	127,198	60,321	401,766	21,460	423,226
Ghana.....	71,141	62,605	49,358	183,104	26,121	209,225
Greece.....	107,944	61,010	39,697	208,651	5,517	214,168
Guatemala.....		650	1,611	2,261	149	2,410
Haiti.....	27,466	27,719	11,169	66,354	17,506	83,860
Hong Kong.....	21,474	19,125	6,354	46,953	992	47,945
India.....	230,088	211,177	94,004	535,269	49,366	584,635
Indonesia.....	89,485	31,332	21,571	142,388	14,005	156,393
Iran.....	85,023	57,599	55,952	198,574	13,972	212,546
Ireland.....	66,638	19,911	39,302	125,851	13,233	139,084
Israel.....	108,373	70,614	46,303	225,290	17,978	243,268
Italy.....	174,726	137,504	86,270	398,500	11,522	410,022
Jamaica.....	62,515	36,202	30,863	129,580	28,282	157,862
Japan.....	232,785	190,302	76,919	500,006	27,326	527,332
Lebanon.....	104,619	65,819	36,817	207,255	11,759	219,014
Malaysia.....	90,608	62,648	52,083	205,339	4,609	209,948
Mexico.....	99,066	43,647	34,939	177,652	4,469	182,121
Netherlands, The.....	145,453	101,680	54,037	301,170	12,243	313,413
New Zealand.....	68,374	29,397	35,792	133,563	9,289	142,852
Nigeria.....	75,331	66,270	49,157	190,758	8,148	198,906
Norway.....	111,506	56,657	26,947	195,110	15,003	210,113
Pakistan.....	135,091	151,589	96,598	383,278	31,010	414,288

	Civil salaries and wages	Civilian allowances	Other operational expenses	Total operational expenses	Capital items	Total
Peru.....	53,532	38,897	39,786	132,215	23,403	155,618
Poland.....	118,526	83,164	43,596	245,286	47,295	292,581
Portugal.....	84,504	50,517	26,179	161,200	7,779	168,979
Senegal.....	4,342	20,996	2,254	27,592	23,331	50,923
South Africa.....	58,062	13,881	37,893	109,836	2,117	111,953
Spain.....	102,617	71,041	47,636	221,294	10,746	232,040
Sweden.....	75,849	37,181	7,310	120,340	12,405	132,745
Switzerland.....	60,737	33,044	42,366	136,147	15,002	151,149
Trinidad.....	58,362	31,511	35,775	125,648	16,839	142,487
Turkey.....	101,580	89,659	33,849	225,088	45,255	270,343
USSR.....	204,923	156,820	68,749	430,492	22,838	453,330
United Arab Republic.....	206,279	80,655	44,426	331,360	7,536	338,896
United Kingdom.....	526,039	446,964	106,675	1,079,678	53,807	1,133,485
Permanent Mission of Canada to the European Office of the United Nations, Geneva.....	163,092	147,716	1,263	312,071	10,543	322,614
Permanent Mission of Canada to the United Nations, New York.....	239,306	233,603	100,798	573,707	21,201	594,908
United Republic of Tanzania.....	94,689	59,764	62,761	217,214	62,694	279,908
USA.....	491,902	353,231	75,337	920,470	115,920	1,036,390
Uruguay.....	29,075	16,607	7,892	53,574	10,499	64,073
Venezuela.....	89,992	67,130	32,431	189,553	22,027	211,580
Yugoslavia.....	112,939	57,566	36,156	206,661	21,520	228,181
Consulates—						
Bordeaux, France.....	58,990	50,559	49,404	158,953	14,329	173,282
Boston, USA.....	87,024	47,805	13,553	148,382	2,433	150,815
Chicago, USA.....	76,398	33,299	45,161	154,858	3,834	158,692
Cleveland, USA.....			696	696		696
Detroit, USA.....	7,882	8,564	1,003	17,449		17,449
Dusseldorf, Germany.....		9,752	884	10,636		10,636
Hamburg, Germany.....	11,006	13,812	14,077	38,895	5,157	44,052
Los Angeles, USA.....	77,731	28,708	45,176	151,615	7,245	158,860
Manila, The Phillipines.....	5,438	4,346	10,621	20,405	2,227	22,632
Marseilles, France.....	62,293	57,278	28,092	147,663	148,244	295,907
Milan, Italy.....	5,073	13,889	7,352	26,314	23	26,337
New Orleans, USA.....	55,892	26,776	31,645	114,313	1,802	116,115
New York, USA.....	192,295	133,388	28,373	354,056	19,969	374,025
Philadelphia, USA.....		8,076	800	8,876		8,876
Reykjavik, Iceland.....			119	119		119
San Francisco, USA.....	91,497	33,566	46,018	171,081	5,187	176,268
Sao Paulo, Brazil.....	5,803	8,736	1,441	15,980		15,980
Seattle, USA.....	63,790	35,809	33,373	132,972	1,706	134,678
Miscellaneous—						
Gatt-Kennedy, Geneva.....	63,445	45,491	34,689	143,625	4,224	147,849
Singapore.....		558	410	968	345	1,313
	<u>\$ 8,390,664</u>	<u>\$ 6,094,978</u>	<u>\$ 3,233,177</u>	<u>\$17,718,819</u>	<u>\$ 1,983,311</u>	<u>\$19,702,130</u>

Expenditures were charged as follows:

Vote 5.....	\$ 17,718,819
Vote 10.....	1,983,311
	<u>\$ 19,702,130</u>

Payments under the Diplomatic Service (Special) Superannuation Act, and pensions

Payments under the Diplomatic Service (Special)
Superannuation Act, c. 82, R.S.

Payments.....	(21)	43,023
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This act provides superannuation benefits for senior appointees of the Department of External Affairs serving outside Canada. Under the provisions of this act, every official of the status designated in the act who is not a contributor under the Public Service Superannuation Act shall, by reservation from his salary, contribute 6 per cent of such salary to the Consolidated Revenue Fund. These contributions are credited to Non-Tax Revenue—Miscellaneous.

*Annuity to Mrs. Helen Roy, c. 15,
Statutes of 1949*

Annuity.....	(21)	179
Total Statutory item.....		\$ 43,202

Vote 15 Contributions to international multilateral economic and special aid programs as detailed in the Estimates, including authority to pay such amounts as are specified in U.S. dollars notwithstanding that the total of such payments may exceed the equivalent in Canadian dollars, estimated as of December, 1964.....		12,517,000
Vote 15b.....		1,750,000
Vote 15e.....		3,515,000
		17,782,000
Expenditures.....		\$16,622,185

(MULTILATERAL ECONOMIC AID PROGRAMS)

Contribution to the United Nations special fund

	Estimates	Allotments	Expenditures
Contribution.....(20)	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000

Contribution to the United Nations expanded program for technical assistance to under-developed countries

	Estimates	Allotments	Expenditures
Contribution.....(20)	\$ 2,325,000	\$ 2,325,000	\$ 2,325,000

Contribution to the operational budget of the International Atomic Energy Agency in an amount of \$57,400 U.S.

	Estimates	Allotments	Expenditures
Contribution.....(20)	\$ 62,000	\$ 62,000	\$ 61,992

(SPECIAL AID PROGRAMS)

Contribution to the program of the United Nations High Commissioner for refugees

	Estimates	Allotments	Expenditures
Contribution.....(20)	\$ 290,000	\$ 290,000	\$ 290,000

Contribution to the United Nations Children's Fund

	Estimates	Allotments	Expenditures
Contribution.....(20)	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000

Contribution to the United Nations Relief and Works Agency for Palestine Refugees in the Near East

	Estimates	Allotments	Expenditures
Contribution.....(20)	\$ 500,000	\$ 500,000	\$ 500,000

Contribution towards the Refugee Program of the Inter-governmental Committee for European Migration

	Estimates	Allotments	Expenditures
Contribution.....(20)	\$ 60,000	\$ 60,000	\$ 60,000

Contribution to the World Food Program

	Estimates	Allotments	Expenditures
Contribution.....(20)	\$ 400,000	\$ 400,000	\$ 230,202

Defence support assistance to cover direct expenditures on behalf of countries not members of NATO

	Estimates	Allotments	Expenditures
Assistance.....(20)	\$ 6,570,000	\$ 6,570,000	\$ 6,208,513

Canadian participation in the Zambian airlift

	Estimates	Allotments	Expenditures
Assistance.....(20)	\$ 1,575,000	\$ 1,575,000	\$ 946,478

Total Vote 15.....	\$17,782,000	\$17,782,000	\$16,622,185
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Credits to the Government of India under a financial agreement entered into between the Government of Canada and the Government of India to finance the purchase in Canada of aircraft and associated spare parts and equipment (External Affairs Vote 97, Appropriation Act No. 5, 1963).....

(20) \$ 222,774

Vote 20 Other payments to international organizations and programs, as detailed in the Estimates, including authority to pay the amounts specified in the currencies of the countries indicated, notwithstanding that the total of such payments may exceed the equivalent in Canadian dollars, estimated as of December, 1964.....

1,095,500

Vote 20d.....

4,290,250

Expenditures.....

5,385,750

\$ 5,285,702*Contribution to the program of the North Atlantic Treaty Organization's Science Committee in an amount of \$243,600 U.S.*

	Estimates	Allotments	Expenditures
Contribution.....(20)	\$ 262,000	\$ 262,000	\$ 261,960

Payment to the International Civil Aviation Organization in part reimbursement of compensation paid to its Canadian employees for Quebec income tax for the 1964 taxation year

	Estimates	Allotments	Expenditures
Payment.....(20)	\$ 27,750	\$ 27,750	\$ 27,702

Grant to the International Committee of the Red Cross

	Estimates	Allotments	Expenditures
Grant.....(20)	\$ 15,000	\$ 15,000	\$ 15,000

Grant to the Commonwealth Institute in an amount of £500

	Estimates	Allotments	Expenditures
Grant.....(20)	\$ 1,500	\$ 1,500	\$ 1,510

Assessment towards financing the Laos International Commission

	Estimates	Allotments	Expenditures
Assessment.....(20)	\$ 41,000	\$ 41,000	\$ 10,164

Contribution to the United Nations Training and Research Institute

	Estimates	Allotments	Expenditures
Contribution.....(20)	\$ 60,000	\$ 60,000	\$ 60,000

Assessment for financing the United Nations Emergency Force in the amount of \$552,000 U.S., and a special contribution of \$88,000 U.S. for the period January 1, 1965 to December 31, 1965

	Estimates	Allotments	Expenditures
Assessment.....(20)	\$ 691,000	\$ 691,000	\$ 594,736

Special voluntary contribution to the United Nations (\$4,000,000 U.S.)

	Estimates	Allotments	Expenditures
Contribution.....(20)	\$ 4,280,000	\$ 4,280,000	\$ 4,307,165

Contribution to the Endowment Fund of The Hague Academy of International Law (25,000 Dutch Guilders)

	Estimates	Allotments	Expenditures
Contribution.....(20)	\$ 7,500	\$ 7,500	\$ 7,465

Total Vote 20.....	\$ 5,385,750	\$ 5,385,750	\$ 5,285,702
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Vote 25 Assessments for membership in the international (including Commonwealth) organizations, that are detailed in the Estimates, including authority to pay such assessments in the amounts and in the currencies in which they are levied, notwithstanding that the total of such payments may exceed the equivalent in Canadian dollars, estimated as.....

10,063,000**Vote 25d.....****245,000****10,308,000****Expenditures.....****\$10,088,930**

	Estimates	Allotments	Expenditures
United Nations Organization (\$3,310,000 US).....	3,574,800	3,574,800	3,764,487
Specialized Agencies of the United Nations—			
Food and Agriculture Organization (\$737,247 US).....	797,000	797,000	978,478
International Atomic Energy Agency (\$221,363 US).....	239,000	239,000	258,998
International Civil Aviation Organization.....	251,000	251,000	272,829
International Labour Organization (\$700,000 US).....	756,000	756,000	735,672
Inter-Governmental Maritime Consultative Organization (\$13,888 US).....	15,000	15,000	14,067
United Nations Educational, Scientific and Cultural Organization (\$690,168 US).....	746,000	746,000	752,530
World Health Organization (\$1,280,000 US).....	1,382,000	1,382,000	1,323,232
Permanent Court of Arbitration (4,000 Dutch florins).....	1,200	1,200	1,167
Administration of the General Agreement on Tariffs and Trade (\$75,000 US).....	81,000	81,000	118,209
Commonwealth Economic Committee (£30,000).....	90,000	90,000	85,895
Commonwealth Educational Liaison Unit (£7,600).....	23,000	23,000	22,025
North Atlantic Treaty Organization (cost of civil administration) (2,748,000 French francs).....	607,000	607,000	577,190
Organization for Economic Co-operation and Development (6,788,000 French francs).....	1,500,000	1,500,000	1,014,526
Commonwealth Secretariat (£43,282).....	132,500	132,500	132,126
Commonwealth Foundation (£37,250).....	112,500	112,500	37,499
(20)	\$10,308,000	\$10,308,000	\$10,088,930

Vote 30 External Aid Office—Salaries and expenses.....	1,251,600
Transfer from Department of Finance Vote 15 contingencies.....	25,200
	<u>1,276,800</u>
Expenditures.....	<u>\$ 1,131,433</u>

	Estimates	Allotments	Expenditures
Salaries and wages.....\$ 1,119,050			
Transfer from Department of Finance Vote 15 contingencies..... 25,200			
	(1) 1,144,250	1,141,750	1,021,961
Overtime.....	(1)	2,500	1,064
Professional and special services.....	(4) 7,800	7,800	6,059
Travelling and removal expenses.....	(5) 50,400	42,300	29,199
Freight, express and cartage.....	(6) 150	150	15
Telephones and telegrams.....	(8) 14,800	16,900	16,563
Publication of reports and other material.....	(9) 16,500	14,000	5,223
Photographs and advertising.....	(10) 2,500	5,000	4,961
Office stationery, supplies and equipment.....	(11) 32,400	38,400	38,400
Sundries.....	(22) 8,000	8,000	7,988
	<u>\$ 1,276,800</u>	<u>\$ 1,276,800</u>	<u>\$ 1,131,433</u>

This vote was provided to cover the salaries and other expenses relating to the External Aid Office, which is the administrative agency for Canada's International Development Assistance Program. The program provides for economic, technical, educational and other assistance to areas eligible under the Colombo Plan, the Commonwealth Caribbean Assistance Program, the Special Commonwealth Africa Aid Program, the Commonwealth Scholarship Plan, other Commonwealth Countries and Territories Program, and for the Independent French-speaking African States Program. The External Aid Office is also the agency for several French-speaking international agencies in procuring technicians and training facilities.

Vote 35 External Aid Office—Economic, technical, educational and other assistance as detailed in the Estimates.....	\$75,600,000
Vote 35d.....	15,000,000
Vote 35e To extend the purposes of External Affairs Vote 35 of the Main Estimates for 1965-66 to include authority for crediting the amount of the sub-vote for international development assistance to the special account in the Consolidated Revenue Fund established by External Affairs Vote 33d of Appropriation Act No. 2, 1965.....	1
	<u>90,600,001</u>
Expenditures.....	<u>\$84,887,148</u>

International Development Assistance—Economic, Technical and Educational Assistance in the current and subsequent fiscal years notwithstanding section 35 of the Financial Administration Act to areas eligible in the 1963-64 fiscal year for assistance under the Colombo Plan, the Commonwealth Caribbean Assistance Program, the Special Commonwealth Africa Aid Program, the Commonwealth Scholarship Plan, other Commonwealth Countries and Territories Program and for the Independent French-speaking African States Program, and for special administrative expenses in connection therewith

	Estimates	Allotments	Expenditures
Expenditures..... (20)	\$48,500,001	\$48,500,001	\$48,500,001

Vote 35e Supplementary Estimates, 1965-66, as approved by Appropriation Act, No. 4, 1966, authorized the outstanding balance set out in this sub-vote for International Development Assistance be credited to an International Assistance Account as of March 31, 1966. Expenditures were allocated as follows: capital assistance \$8,128,164, technical assistance \$8,031,962, educational assistance \$372,191, and the balance \$31,967,684 was transferred to the International Assistance Account—see under the schedule, Undisbursed Balances of Appropriations to Special Accounts in volume 1 of this report and appendix 1 to this section.

Capital assistance expenditures by countries were as follows:

Commonwealth Caribbean countries: British Guiana \$99,350, small projects \$5,933.

Commonwealth African countries: Ghana \$18,624, Nigeria \$35,524, Malawi \$13,704, Zambia \$160,000, Tanzania \$79,397, Uganda \$17,507, small projects \$2,548.

Independent French-speaking African States: Congo (Brazzaville) \$500,000, Gabon \$9,700, Guinea \$97,000, Rwanda \$532,062, small projects \$6,477.

Asian countries: Burma \$64,027, Ceylon \$649,317, India \$3,751,610, Laos \$8,102, Malaysia \$6,924, Pakistan \$2,018,418, Thailand \$49,028, small projects \$2,912.

Technical assistance expenditures by countries were as follows:

Commonwealth Caribbean countries: Antigua \$57,951, Barbados \$92,182, British Guiana \$172,883, British Honduras \$71,644, Canadian Service Overseas \$1,502, Dominica \$24,233, Grenada \$47,143, Jamaica \$184,372, Monserrat \$77,132, St Kitts \$9,317, St Lucia \$28,394, St Vincent \$55,007, Trinidad \$353,455, miscellaneous payments \$6,007.

Commonwealth African countries: Basutoland \$88,755, Bechuanaland \$37,120, Gambia \$19,022, Ghana \$707,521, Kenya \$259,138, Mauritius \$15,722, Nigeria \$490,666, Malawi \$249,612, Zambia \$104,557, Rhodesia \$133,700, Sierra Leone \$65,370, Swaziland \$13,600, Tanzania \$476,992, Uganda \$500,309, miscellaneous payments \$12,926.

Other Commonwealth countries: Hong Kong \$20,267.

Independent French-speaking African states: Cameroun \$271,332, Central African Republic \$5,279, Chad \$76,137, Congo (Brazzaville) \$29,220, Congo (Leopoldville) \$114,119, Dahomey \$55,865, Ivory Coast \$92,187, Malagasy \$3,374, Mali \$9,774, Morocco \$4,532, Niger \$29,434, Rwanda \$174,799, Senegal \$193,912, Togo \$17,566, Tunisia \$240,433, Madagascar \$9, Burundi \$550, miscellaneous payments \$22,506.

Asian countries: Brunei \$5,581, Burma \$19,782, Cambodia \$33,246, Ceylon \$47,853, India \$183,073, Indonesia \$33,844, Korea \$36,113, Laos \$43,551, Malaysia \$465,258, Nepal \$4,493, Pakistan \$260,893, Philippines \$87,880, Thailand \$152,366, Vietnam \$255,279, Maldive Islands \$10,580, Western Samoa \$22,223, Afghanistan \$11,586, Singapore \$166,124, miscellaneous payments \$3,260.

Canadian Universities Services Overseas \$461,250, African Students Foundation \$10,200.

Educational assistance (Commonwealth scholarships) expenditures by countries were: Australia \$50,981, Bermuda \$2,614, Britain \$42,063, British Guiana \$4,250, British Honduras \$2,913, Ceylon \$16,897, Cyprus \$4,931, Fiji Islands \$4,995, Ghana \$15,775, Hong Kong \$13,922, India \$51,115, Kenya \$5,081, Malaysia \$7,849, Malta \$9,575, Mauritius \$12,512, New Zealand \$17,628, Nigeria \$11,521, Pakistan \$19,548, Zambia \$14,396, Uganda \$11,501, West Indies \$36,444, Seychelles Islands \$2,576, Singapore \$11,649, miscellaneous payments \$1,455.

Contracts: Canadian Aero Service Ltd., feasibility of the Zambia East Africa Railway Link \$276,100, expenditures \$160,000; (1964-65) Canadian Aero Service Ltd., mapping and aerial photography of western Nigeria \$1,580,000, expenditures \$381,180, to date \$611,295; (1964-65) James MacLaren Limited, engineering and technical services in connection with feasibility study of water supply projects \$215,000, expenditures \$107,613; (1964-65) Spartan Air Services, aerial survey of south eastern Tanzania \$1,246,780, expenditures \$94,600, to date \$347,820; (1963-64) Department of Transport—providing a V O R Instrument Landing System for Trinidad \$149,500, expenditures \$8,125, to date \$100,727; British-American Construction and Materials Ltd., development of the Katanayake airport project, Ceylon, \$2,285,508, expenditures of \$500,000 were charged to Vote 35 and \$1,543,139 to the International Assistance Account (see appendix 1).

Cost plus contracts of \$10,000 or over were: (1963-64) Canadian Industrial Gas Limited, engineering and consulting services for the establishment of a natural gas industry in Nigeria \$40,000, expenditures \$800, to date \$40,763; (1963-64) C A Fowler and Company, architectural and engineering services in connection with the design and supervision of construction of primary school buildings and warehouses at various locations in the West Indies \$102,487, expenditures \$10,245, to date \$94,968; (1963-64) R Ogilvie and Associates, architectural services in connection with the construction of a Trade Training Centre in Ghana \$144,087, expenditures \$32,887, to date \$105,367 including holdbacks \$3,155; (1964-65) Plette Audy Lepinay and Bertrand, preparation of design and specifications, and provision of consulting engineering and technical services in connection with water facilities for the islands of St Kitts, Nevis and Aquilla \$69,000, expenditures \$15,843, to date \$45,964; Project Planning Associates Ltd., town planning project in Dar-es-Salaam \$25,000, expenditures \$25,000; (1963-64) Sirotek Construction Limited for the construction of four schools and warehouse in the Leeward and Windward Islands \$1,138,706, expenditures \$152,933, to date \$1,124,801; Spartan Air Services Ltd., aerial photography in Kenya \$724,961, expenditures \$193,364, to date \$499,057.

International Emergency Relief

	Estimates	Allotments	Expenditures
Expenditure..... (20)	\$ 100,000	\$ 100,000	\$ 100,000

International Food Aid Program including commodity contributions to the United Nations Relief and Works Agency for Palestine Refugees in the Near East and to the World Food Program

	Estimates	Allotments	Expenditures
Expenditure..... (20)	\$35,000,000	\$35,000,000	\$34,538,899

Contribution to the Indus Basin Development Fund

	Estimates	Allotments	Expenditures
Contribution..... (20)	\$ 7,000,000	\$ 7,000,000	\$ 1,748,248
Total Vote 35.....	\$90,600,001	\$90,600,001	\$84,887,148

Refunds of amounts credited to revenue in previous years, Financial Administration Act, c. 116, R.S., as amended (21) \$ 1,754

INTERNATIONAL JOINT COMMISSION

Chapter 28 of the Statutes of 1911, as amended, confirmed the signing of a treaty with the United States of America at Washington, January 11, 1909, "to prevent disputes regarding the use of boundary waters and to settle all questions which are now pending between the United States and the Dominion of Canada involving the rights, obligations or interests of either in relation to the other or to the inhabitants of the other, along their common frontier and to make provision for the adjustment and settlement of all such questions as may hereafter arise".

The treaty further provided for the establishment and maintenance of a commission comprised of six commissioners, three on the part of each country. The United States and Canadian sections of the Commission may each appoint a secretary. The salaries and personal expenses of the commissioners and the secretaries are paid by their respective governments and joint expenses are shared equally.

Vote 40 Salaries and expenses of the Commission and Canada's share of the expenses of studies, surveys and investigations of the Commission	179,500
Vote 40e	76,200
Transfer from Department of Finance Vote 15 contingencies	2,600
	258,300
Expenditures	\$ 178,710

Salaries and expenses of the Commission

	Estimates	Allotments	Expenditures
Salaries	105,500		
Transfer from Department of Finance Vote 15 contingencies	2,600		
	(1) 108,100	108,100	106,328
Reporters' fees	(4) 2,500	4,500	3,448
Travelling expenses	(5) 15,000	12,700	8,554
Postage	(7) 100	100	50
Telephones and telegrams	(8) 1,500	3,800	3,560
Advertising of public hearings	(10) 3,000	3,000	1,937
Office stationery, supplies and equipment	(11) 1,500	1,500	1,464
Sundries	(22) 900	900	660
	\$ 132,600	\$ 134,600	\$ 126,001

Canada's share of the expenses of studies, surveys and investigations of the International Joint Commission

	Estimates	Allotments	Expenditures
A Studies and surveys of the Mid-Western Watershed	2,000	2,000	
Expenditures on this project to date were \$60,134.			
A Canada's share of the expenses of the International St Lawrence River Board of Control	5,000	5,000	1,227
Expenditures on this project to date were \$99,711.			
A Canada's share of the expenses of the St Croix River Reference	500	500	
Expenditures on this project to date were \$26,072.			
B Canada's share of the expenses of studies of boundary waters pollution	91,200	89,200	51,040
Expenditures on this project to date were \$74,967.			
Canada's share of the expenses of the Champlain Waterway Reference	2,000	2,000	442
Expenditures on this project to date were \$679.			
Canada's share of the expenses of the proposed Great Lakes Reference	25,000	25,000	
(4)	\$ 125,700	\$ 123,700	\$ 52,709
A Payments were made to the Department of Northern Affairs and National Resources.			
B Payments were made to the Ontario Water Resources Commission.			
Total Vote 40	\$ 258,300	\$ 258,300	\$ 178,710

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	15,605,850	15,281,761	13,276,511
(2) Civilian allowances.....	6,239,000	6,183,791	5,169,919
(4) Professional and special services.....	349,700	259,146	168,174
(5) Travelling and removal expenses.....	2,838,150	2,743,834	2,650,026
(6) Freight, express and cartage.....	165,650	171,994	123,235
(7) Postage.....	233,150	227,250	206,953
(8) Telephones, telegrams and other communication services.....	3,011,300	2,924,510	2,851,668
(9) Publication of departmental reports and other material.....	274,500	197,962	177,278
(10) Exhibits, advertising, films, broadcasting and displays..	102,500	62,704	61,997
(11) Office stationery, supplies, equipment and furnishings..	1,072,900	1,132,570	898,434
(12) Materials and supplies.....	285,000	293,503	283,129
Buildings and works, including land—			
(13) Construction or acquisition.....	859,000	821,833	698,218
(14) Repairs and upkeep.....	455,000	448,371	358,725
(15) Rentals.....	1,013,000	1,006,563	953,204
Equipment—			
(16) Construction or acquisition.....	1,255,000	1,031,903	881,451
(17) Repairs and upkeep.....	273,000	251,149	234,546
(18) Rentals.....	5,000	2,350	239
(19) Municipal or public utility services.....	471,500	470,647	438,843
(20) Contributions, grants, subsidies, etc., not included elsewhere.....	124,411,025	117,190,535	101,017,661
(21) Pensions, superannuation and other benefits.....	139,956	124,876	112,968
(22) All other expenditures.....	1,854,900	1,808,744	724,627
	160,915,081	152,635,996	131,287,806
(34) Less—Estimated savings and recoverable items.....	77,000	90,041	101,220
	<u>\$ 160,838,081</u>	<u>\$ 152,545,955</u>	<u>\$ 131,186,586</u>

Estimated value of major services not included
in this department's appropriations

DEPARTMENT	1965-66	1964-65
Accommodation—provided by the Department of Public Works.....	526,800	468,200
Accommodation—in this Department's own buildings.....	170,400	170,400
Accounting and cheque issue services—Comptroller of the Treasury.....	403,500	381,500
Contributions to superannuation account—Department of Finance.....	648,000	601,900
Employee surgical-medical insurance premiums—Department of Finance.....	55,700	53,200
Employee compensation payments—Department of Labour.....	2,800	3,100
Carrying of franked mail—Post Office Department.....	79,700	100,200
	<u>1,886,900</u>	<u>1,778,500</u>

INTERNATIONAL JOINT COMMISSION

Accommodation—provided by the Department of Public Works.....	14,100	15,800
Accounting and cheque issue services—Comptroller of the Treasury.....	4,300	8,900
Contributions to Superannuation Account—Department of Finance.....	5,200	4,800
Employee surgical-medical insurance premiums—Department of Finance.....	500	400
	<u>24,100</u>	<u>29,900</u>
Total.....	<u>\$ 1,911,000</u>	<u>\$ 1,808,400</u>

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
A Return on investments.....	767,487 30	1,393,626 43
B Privileges, licences and permits.....	1,185,520 97	1,124,197 87
C Proceeds from sales.....	23,051 50	40,497 36
D Services and service fees.....	14,945 88	12,116 60
E Refunds of previous years' expenditure.....	98,202 52	145,018 78
F Miscellaneous.....	59,040 78	13,448 44
Total.....	<u>\$ 2,148,248 95</u>	<u>\$ 2,728,905 48</u>

Details

Non-Tax Revenue—		
A Return on investments: Interest on loans re aircraft and spare parts between Canada and India \$444,641; United Nations interest repayable at end of fourth year \$121,380; wheat agreement between Canada and Ceylon \$35,995; wheat agreement between Canada and India \$160,638; interest on loans to employees \$4,833.....		767,487
B Privileges, licences and permits: Passport and visa fees \$1,174,673; rentals \$10,848.....		1,185,521
C Proceeds from sales: Sale of used automobiles at posts abroad \$22,239; sundries \$812.....		23,051
D Services and service fees: Consular and service fees.....		14,946
E Refunds of previous years' expenditure: Refund from United Nations re Working Capital Fund \$36,246; Canada's assessment in connection with Control in Indo-China \$10,164; sundries \$51,793.....		98,203
F Miscellaneous: Superannuation contribution by the diplomatic service \$9,181; Canberra Australia New Chancery account deposit of interest on closing of interest bearing accounts \$7,631; sundries \$42,229.....		59,041
Total.....		<u>\$ 2,148,249</u>

Certified correct.

W. CADIEUX,
Under-Secretary of State for External Affairs.

Comparative Statement of Accounts Receivable
at March 31

	1966	1965
Current year—		
Collectible.....	339,915	332,917
Uncollectible.....	2,272	293
Previous years—		
Collectible.....	799,537	482,231
Uncollectible.....	22,379	14,700
	<u>\$ 1,164,103</u>	<u>\$ 830,141</u>

During the year, 95 items amounting to \$1,771 were deleted under authority of section 23 of the Financial Administration Act, c. 116, R.S., as amended and 2 items amounting to \$3,002 were deleted under authority of Department of Finance Vote 16e.

Appendix 1

INTERNATIONAL ASSISTANCE ACCOUNT

Statement of Transactions for the year ended March 31, 1966

Balance as at March 31, 1965.....			\$82,244,779
Expenditures:			
Grants—			
Commonwealth Caribbean countries			
Jamaica			
Pipelines for water distribution.....	\$ 14,671		
Vocational school equipment.....	4,936		
Fisheries project.....	440		
		\$ 20,047	
Trinidad			
Transportation, Water Resources and Harbour development survey.....	37,843		
Fire fighting equipment.....	7,215		
V O R instrument landing system.....	8,125		
		53,183	
Various Islands			
Construction of schools and warehouses.....	305,585		
Water development and storage.....	104,495		
		410,080	
		483,310	
Technical co-operation—			
Antigua.....	132,155		
Barbados.....	33,335		
British Guiana.....	85,921		
British Honduras.....	51,398		
Dominica.....	9,977		
Grenada.....	31,097		
Jamaica.....	151,315		
Montserrat.....	37,012		
St Kitts.....	14,483		
St Lucia.....	31,943		
St Vincent.....	67,265		
Trinidad.....	187,918		
Various Islands.....	9		
*Cayman Islands.....	55 Cr		
		833,773	
			1,317,083
Commonwealth African countries			
Ghana			
Damango agricultural and educational project.....	16,030		
Equipment for food research laboratory.....	27,616		
Construction and equipment for Accra Trade training centre	368,034		
Equipment for irrigation and land reclamation.....	35,921		
		447,601	
Kenya			
Forest fire fighting equipment.....	24,544		
East African Literature Bureau's literary project.....	22,295		
Radio transmitter for Nairobi.....	33,042		
Survey of natural forest land.....	193,365		
		273,246	
Nigeria			
Data processing equipment.....	16,357		
Forest inventory eastern region.....	70,728		
Law books for ministry of justice.....	289		
Mapping and aerial photography Ibadan and Benin City..	381,180		
Natural gas feasibility study.....	800		
Rural water development scheme.....	72,089		
		541,443	
Sierra Leone			
Koyeima Boys' Secondary School construction.....			1,845

Tanzania			
Aerial mapping south eastern section.....	50,000		
Road building equipment Serengeti National Park.....	75,000		
Dar-es-Salaam technical college equipment.....	48,523		
		173,523	
Uganda			
Geological equipment.....	658		
Handicraft equipment for secondary schools.....	307		
Mobile cinema vans and films.....	43,272		
		44,237	
Small projects in various countries.....		1,222	
		1,483,117	
Technical co-operation—			
Basutoland.....	37,044		
Bechuanaland.....	18,920		
Gambia.....	9,800		
Ghana.....	864,905		
Kenya.....	350,556		
Malawi.....	26,098		
Mauritius.....	75,028		
Nigeria.....	724,538		
Rhodesia.....	70,105		
Sierra Leone.....	110,823		
Swaziland.....	909		
Tanzania.....	376,507		
Uganda.....	272,155		
Zambia.....	3,532		
Miscellaneous.....	188		
		2,941,108	
			4,424,225
Independent French speaking African States			
Cameroun			
Audio visual equipment.....		4,626	
Central African Republic			
Audio visual equipment.....		4,626	
Chad			
Audio visual equipment.....		4,626	
Congo Brazzaville			
Audio visual equipment.....		4,626	
Dahomey			
Audio visual equipment.....		4,626	
Guinea			
Road building equipment.....	156,000		
Bridge feasibility study.....	18,023		
Hydro electric feasibility study.....	17,167		
		191,190	
Morocco			
Audio visual equipment.....		4,626	
Rwanda			
Library equipment.....		14,298	
Senegal			
Audio visual equipment.....		15,100	
Togo			
Audio visual equipment.....		4,626	
Upper Volta			
Audio visual equipment.....		4,627	
		257,597	
Technical co-operation—			
Algeria.....	90		
Cameroun.....	139,115		
Central African Republic.....	266		
Chad.....	49,504		

Congo Brazzaville.....	23,122	
Congo Leopoldville.....	14,906	
Dahomey.....	38,087	
Gabon.....	2,501	
*Guinea.....	493	Cr
Ivory Coast.....	38,638	
Malagasy.....	5,879	
Mali.....	73,120	
Morocco.....	76,492	
Rwanda.....	209,421	
Senegal.....	4,439	
Togo.....	100,924	
Tunisia.....	6,211	
	<hr/>	782,222
		1,039,819
Asian countries		
Burma		
Thaketa Bridge.....	116,759	
Radium needles for Mandalay General Hospital.....	12,956	
Hardboard test project.....	4,460	
	<hr/>	134,175
Ceylon		
Katanayake airport project.....	1,947,489	
(in addition \$500,000 was charged to Vote 35)		
Mutual fisheries project.....	54,684	
Construction Gal-Oya secondary school distribution line.....	4,546	
Gal-Oya development scheme.....	2,207	
	<hr/>	2,008,926
India		
Commodities.....	8,933,719	
Kundah hydro electric project.....	1,509,303	
Iddikki power project.....	611,870	
Central water and power project.....	546,546	
Cobalt beam therapy unit.....	162,454	
Spare parts for Trombay reactor.....	37,493	
Untru power project.....	99,388	
Diesel locomotives.....	4,397	
Construction public utility projects.....	3,446	
Atomic reactor project.....	463	
Miscellaneous.....	735	
	<hr/>	11,909,814
Malaysia		
Vocational school equipment.....	1,381,262	
Perak river project.....	401,385	
Natural resources survey.....	20,327	
Economic study harbour and industrial development.....	19,300	
Television network.....	18,559	
Water sewage survey.....	15,527	
Fisheries project.....	4,219	
	<hr/>	1,860,579
Pakistan		
Commodities.....	3,442,305	
Sukkur gas power station.....	2,846,339	
Comilla-Sylhet transmission line.....	1,064,993	
Equipment for fishing industry.....	961,050	
Refugee housing project.....	498,848	
Hardboard development scheme.....	455,466	
Bheramara-Goalporo transmission line.....	328,638	
Dacca Chittagong project.....	122,900	
Land use study of Chittagong Hill.....	85,794	
Sangu scheme.....	8,270	
Rawalpindi hospital equipment.....	3,832	
Miscellaneous.....	45	
	<hr/>	9,818,480

Vietnam

Commodities	84,010
University of Malaya business and administration	5,116
Medical book scheme	38
Mekong River project	5,860
Miscellaneous for all countries	7

Technical co-operation—

Colombo Bureau	7,309
Brunei	1,014
Burma	41,058
Cambodia	73,297
Ceylon	28,037
India	288,185
Indonesia	48,096
Japan	10,340
Korea	16,922
Laos	99,404
Malaysia	776,427
Nepal	2,283
Pakistan	254,140
Philippines	28,283
Thailand	68,829
Vietnam	344,180
Singapore	192,620
Administrative expenses all countries	2,688

2,283,112

28,110,117

Other Commonwealth countries

Technical co-operation—

Hong Kong	11,310	11,310
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Education Assistance (Commonwealth scholarships)

Australia	31,862
Britain	38,744
British Guiana	4,480
British Honduras	5,307
Brunei	3,093
Cameroun	896
Ceylon	31,784
Cyprus	15,583
Fiji Islands	9
Ghana	5,446
Gibraltar	2,094
Hong Kong	12,285
India	155,795
Kenya	18,145
Malaysia	8,862
Malta	3,346
Mauritius	20,060
New Zealand	15,509
Nigeria	13,898
Pakistan	85,805
Zambia	9
Rhodesia	15,268
Sierra Leone	18,347
Swaziland	3,121
Tanzania	9,219
Virgin Islands	398
West Indies	54,601
Singapore	8,869
Seychelles Islands	10
Miscellaneous	1,034

Travelling expenses for the Canadian Commonwealth Scholarship Committee.....	5,359	
Payments to Canadian Universities Foundation.....	40,177	
		<u>629,415</u>
Total expenditure.....		35,531,969
Unexpended balance as at March 31, 1966.....		46,712,810
Unexpended balance as at March 31, 1966 in the sub-vote, International Development Assistance, of Vote 35, Main Estimates 1965-66 transferred under authority Vote 35e Supplementary Estimates 1965-66.....		31,967,684
Total balance as at March 31, 1966.....		<u>\$78,680,494</u>

This account was established by Vote 33d, Supplementary Estimates, 1964-65, as approved by Appropriation Act No. 2, 1965, to provide for payment of economic, technical and educational assistance for developing countries and for special administrative expenses in connection therewith.

*Refund from previous years' expenditure.

Appendix 2

PASSPORT DIVISION

Statement of revenue and expenditure for the year ended March 31, 1966

Revenue		
Passport fees.....		\$ 1,088,248
*Expenditure		
Salaries.....	\$ 611,280	
Stationery, supplies and equipment.....	231,290	
Postage.....	75,000	
Microfilming of files.....	12,000	
** Telephones and telegrams.....		
Miscellaneous.....	1,000	
		<u>930,570</u>
Excess of revenue over expenditure.....		<u>\$ 157,678</u>

*Expenditure included in this statement has been apportioned from the administrative appropriation (Vote 1) of the department on the basis of an estimate of the costs incurred in carrying out the functions of the division. No allowance has been made for accommodation, Treasury and other free services which have been provided and charged to the appropriations of other departments.

**The telephone and telegram costs could not be given because these expenditures are included in Communications Division's overall expenditures for the year.

1965-66

PUBLIC ACCOUNTS

•

DEPARTMENT OF FINANCE

•

Details of

EXPENDITURES AND REVENUES

•

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DEPARTMENT OF FINANCE

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, and by P.C. 1965-2287, December 22, 1965, the Governor General in Council transferred to the Minister of Finance the powers, duties or functions under the Canadian Wheat Board Act now vested in the Minister of Trade and Commerce.

In accordance with the usual practice, the details of both 1965-66 and 1964-65 expenditures and revenues are shown under the department to which the transfer was made.

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
15-4	Stat.	Minister of Finance—Salary and motor car allowance.....	15,278 59	15,278 59	17,000 00
ADMINISTRATION					
15-4	1	Departmental administration including administration of the Guaranteed Loans Acts, the salaries and expenses of the Inspector General of Banks' office, payment of service fees to the provinces, and grants as detailed in the estimates	4,190,700 00	4,095,737 02	3,336,271 25
15-6	Stat.	The Farm Improvement Loans Act.	198,010 08	198,010 08	106,589 39
15-6	Stat.	The Veterans' Business and Professional Loans Act.....	489 80	489 80	
15-6	Stat.	The Fisheries Improvement Loans Act.....	1,894 53	1,894 53	
15-7	Stat.	The Small Businesses Loans Act...	76,785 38	76,785 38	39,164 21
15-7	Stat.	Interest payments, liabilities and alternative payments to provinces under the Canada Student Loans Act.....	1,650,895 76	1,650,895 76	153,235 68
			6,118,775 55	6,023,812 57	3,635,260 53
PUBLIC DEBT CHARGES					
15-7	Stat.	Interest and annual amortization of bond discount, premiums and commissions.....	1,108,028,592 05	1,108,028,592 05	1,048,462,684 86
15-8	Stat.	Servicing costs and costs of issuing new loans.....	2,828,604 99	2,828,604 99	2,827,911 25
			1,110,857,197 04	1,110,857,197 04	1,051,290,596 11
SUBSIDIES AND OTHER PAYMENTS TO PROVINCES					
15-8	Stat.	Payments under the British North America Act, the Federal-Provincial Fiscal Arrangements Act and other statutory authority.....	459,606,354 12	459,606,354 12	348,677,945 02
15-10	5	Payments to provinces of a share of income tax paid by corporations.	8,500,000 00	6,386,928 00	9,679,077 00
			468,106,354 12	465,993,282 12	358,357,022 02
UNIVERSITY GRANTS					
15-10	Stat.	Payments to the association of universities and colleges of Canada..	27,748,000 00	27,748,000 00	27,264,000 00
MUNICIPAL GRANTS					
15-11	10	Grants to municipalities.....	36,850,000 00	36,841,862 35	35,670,704 68
GOVERNMENT ADMINISTRATION					
15-14	11	To deem for the purposes of Vote 20b, Appropriation Act No. 10, 1964, certain persons to be former members of the Senate or dependents of such members, as the case may be.....	1 00		

DEPARTMENT OF FINANCE

15·3

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
15·14	15	Contingencies—Subject to the approval of the Treasury Board, (a) to supplement the paylist provisions of other votes; (b) for miscellaneous minor or unforeseen expenses; (c) for awards under the Public Servants Inventions Act; and (d) to supplement the estimates of other departments in order to provide for a winter construction and repair program. \$71,000,000 00 Less transfers... 66,661,440 00	4,338,560 00		
15·16	16	To authorize the Treasury Board to delete from the accounts certain debts due, and claims by, Her Majesty, each of which is in excess of \$1,000, amounting in the aggregate to \$1,084,556 60.	1 00		
15·16	Stat.	Government's contribution to the superannuation account and the public service death benefit account, payments under earlier Superannuation and Retirement Acts and under the Public Service Pension Adjustment Act, and gratuities to families of deceased employees.....	61,323,470 06	61,323,470 06	59,323,580 53
15·17	17	Government's contribution to the Canada pension plan and the Quebec pension plan.	4,150,000 00	4,149,985 60	
15·17	18	Government's contribution to the superannuation account as a result of salary increases.	10,000,000 00	9,980,200 00	9,980,200 00
15·18	Stat.	Amortization of deferred charges arising out of pay increase—public service superannuation.	15,920,000 00	15,920,000 00	
15·18	19	To deem, for the purposes of the Public Service Superannuation Act, Mrs E T Pettie to have been employed in the public service.	1 00		
15·18	20	Government's share of surgical-medical insurance premiums for employees engaged locally outside Canada.	11,340,000 00	11,294,232 81	11,273,096 20
15·19	21	To authorize payment of an annuity in respect of Hilda L Waddell....	1 00		
15·19	22	To authorize payment of an annuity in respect of Mr Julio Moreira...	1 00		
15·19	23	To provide that, for the purposes of the Public Service Superannuation Act, the period of employment in the public service of Joseph Charles Yvon Charlebois be deemed to be a period during which he was required to contribute to the superannuation account	1 00		
15·19	24	To provide that where a person who made an election under the Public Service Superannuation Act that was invalid by reason only that the person was not a participant within the meaning of the Act, the said election shall be deemed to have been validly made.	1 00		
			107,074,037 06	102,667,388 47	80,576,876 73

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
COMPTROLLER OF THE TREASURY					
15-19	25	Administration, including the administration of the Superannuation and Retirement Acts.....	25,727,400 00	25,377,244 61	24,918,244 52
TARIFF BOARD					
15-21	Stat.	Salaries of the members.....	132,000 00	132,000 00	132,000 00
15-21	30	Administration.....	312,800 00	289,784 17	253,102 98
			444,800 00	421,784 17	385,102 98
ROYAL CANADIAN MINT					
15-22	35	Administration, operation and maintenance.....	3,045,000 00	2,785,569 24	2,571,499 59
15-22	40	Construction or acquisition of equipment.....	587,500 00	408,322 05	90,231 51
			3,632,500 00	3,193,891 29	2,661,731 10
MUNICIPAL DEVELOPMENT AND LOAN BOARD					
15-22	45	Administration.....	216,000 00	161,452 19	144,782 10
15-23	Stat.	Forgiveness of indebtedness in accordance with the terms of the Municipal Development and Loan Act.....	33,849,916 48	33,849,916 48	2,545,761 25
15-23	50	To authorize the municipal development and loan board to forgive 25 per cent of that portion of the loan that is advanced after the 31st day of March, 1966 in respect of a municipal project.....	22,000,000 00		
			56,065,916 48	34,011,368 67	2,690,543 35
GENERAL					
15-24	Stat.	Payment of liabilities previously transferred to revenue.....	25,181 47	25,181 47	26,639 34
15-24	Stat.	Write-off of assets.....	27,331 62	27,331 62	451,291 49
			52,513 09	52,513 09	477,930 83
SPECIAL					
15-24		Transfer from Department of Trade and Commerce—Statutory Vote—Payment of carrying costs of temporary wheat reserves.....	37,475,310 44	37,475,310 44	34,565,626 33
		Expenditures from appropriations not required for 1965-66.....			131,705 63
		Total.....	\$ 1,880,166,082 37	\$ 1,850,679,433 41	\$ 1,622,642,344 81

Salary of Minister, Salaries Act, c. 243, R.S., as amended	(1)	\$13,537
Motor car allowance to Minister, c. 249, R.S., as amended	(2)	\$ 1,742

The above amounts were paid to: Hon W L Gordon for the period April 1 to November 11, 1965, \$10,389; Hon M Sharp for the period December 18, 1965 to March 31, 1966, \$4,890.

Hon W L Gordon received travelling expenses of \$844; Hon M Sharp \$179, both charged to Vote 1.

ADMINISTRATION

Vote 1 Departmental administration including administration of the Guaranteed Loans Acts, the salaries and expenses of the Inspector General of Banks' office, and grants as detailed in the Estimates.....	3,862,800
Vote 1b To extend the purposes of Finance Vote 1 of the Main Estimates, 1965-66 to include the payment of service fees to the provinces, as described in the details of estimates, the grant detailed in these estimates and to provide a further amount of	141,500
Vote 1d.....	15,000
Vote 1e.....	123,000
Transfer from Department of Finance Vote 15 contingencies.....	48,400
Expenditures.....	4,190,700
	\$ 4,095,737

Total revenue arising from the above expenditures amounted to \$60,702.

Departmental administration including grants as detailed in the estimates

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$3,080,000			
Transfer from Department of Finance Vote 15 contingencies.....	48,400			
		(1) 3,128,400	3,036,011	3,019,008
Overtime.....		(1) 9,000	13,000	12,935
Allowances.....		(2) 56,900	65,600	59,962
A Professional and special services.....		(4) 235,800	235,800	196,799
Travelling and removal expenses.....		(5) 116,200	126,700	125,754
Freight, express and cartage.....		(6) 3,400	8,900	8,841
Postage.....		(7) 500	500	460
Telephones and telegrams.....		(8) 40,200	55,200	54,363
Publication of estimates.....		(9) 23,500	33,760	33,758
Publication of other departmental reports and material.....		(9) 10,500	28,000	16,138
Office stationery, supplies and equipment.....		(11) 84,100	107,900	102,568
Grant to the Consumers Association of Canada.....		(20) 30,000	30,000	30,000
Grant to the Institute of Public Administration of Canada.....		(20) 28,000	28,000	21,442
Grant to the Canadian Union of Students to help defray the costs of a survey of the financial resources and responsibilities of Canadian students in universities, classical colleges and technological institutes.....		(20) 14,500	14,500	14,500
Grant to the Victoria County (N.B.) Disaster Committee to assist the tornado disaster victims.....		(20) 15,000	15,000	15,000
Grant to the Canadian National Exhibition towards the cost of a development study.....		(20) 36,000	36,000	36,000
Pensions and other benefits.....		(21) 750	750	745
Sundries.....		(22) 6,200	8,300	7,701
		\$ 3,838,200	\$ 3,843,921	\$ 3,755,974

Bruce S Beer, Parliamentary Secretary to the Minister of Agriculture, received travelling expenses of \$362 charged to this vote.

A Payments by services with individual payments of \$2,000 or over were:

Consultant services \$193,001—R Bourassa Quebec \$2,940, British Columbia Hydro and Power Authority Vancouver \$10,452, J R Brown Ottawa \$21,800, R W Collins Ottawa \$3,917, Commercial & Technical Computer Services (Ontario) Limited Toronto \$3,040, Demers Homa Baby Montreal \$11,045, R W V Dickerson Vancouver \$14,583, D R Huggett Montreal \$10,640, R A McLarty Fredericton \$3,620, E G Miller Regina \$8,750, Price Waterhouse & Co Montreal \$4,329, I P Sharp Associates Limited Toronto \$26,668, Simpson Riddell Stead and Partners Montreal \$8,164, Stevenson & Kellogg Ltd Toronto \$4,739, A E J Thompson Ottawa \$9,250, Touche Ross Bailey & Smart Montreal \$7,268, Urwick Currie Limited Montreal \$16,106.

Secretarial and office services \$2,621—Office Overload Co Ltd Ottawa \$2,621.

Miscellaneous services \$1,177.

The Bank Act—Salaries and expenses of the Inspector General of Bank's office

		Estimates	Allotments	Expenditures
Salaries.....	(1)	54,700	56,510	56,478
Travelling expenses.....	(5)	4,230	2,330	1,776
Telephones and telegrams.....	(8)	400	595	595
Office stationery, supplies and equipment.....	(11)	750	1,500	1,442
Rental of office accommodation.....	(15)	3,101	3,101	3,100
Sundries.....	(22)	19		
		\$ 63,200	\$ 64,036	\$ 63,391

This sub-vote was provided for the expenses of examinations and inquiries into the affairs and business of the chartered banks as required by the Bank Act, and the Quebec Savings Banks Act. All expenses are assessed against the banks in the proportion which the assets of each bear to the total assets of all, and repayments are credited to non-tax revenue—services and service fees.

Revenues arising from the above expenditures amounted to \$60,702 and consisted of *Services and service fees*—payments by banks for cost of bank inspection for the calendar year 1965.

Administration of the Farm Improvement Loans Act, the Veterans' Business and Professional Loans Act, the Fisheries Improvement Loans Act, the Prairie Grain Producers' Interim Financing Act, the Prairie Grain Loans Act, the Small Businesses Loans Act, and the Canada Student Loans Act

		Estimates	Allotments	Expenditures
	Salaries.....	(1) 119,600	133,300	132,201
	Overtime.....	(1) 700	700	607
A	Legal and collection costs.....	(4) 6,000	2,840	2,815
B	Payment of service fees to a province at the rate of \$2.00 for each certificate of eligibility issued by or on behalf of the appropriate authority for the province under section 10 of the Canada Student Loans Act during the loan year, as defined in the said Act, that ends in the current fiscal year.....	(4) 95,000	93,318	93,318
	Travelling expenses.....	(5) 6,000	3,700	3,566
	Freight, express and cartage.....	(6) 300	150	150
	Telephones and telegrams.....	(8) 1,000	950	870
	Publication of departmental reports and other material..	(9) 16,500	16,500	12,641
	Office stationery, supplies and equipment.....	(11) 42,900	26,800	26,798
	Sundries.....	(22) 2,000	4,485	3,406
		<u>\$ 289,300</u>	<u>\$ 282,743</u>	<u>\$ 276,372</u>
A	Payments by services with individual payments of \$2,000 or over were: Legal services \$1,176. Collection services \$1,639.			
B	A breakdown of expenditures follows: Newfoundland \$1,594, Nova Scotia \$5,826, Prince Edward Island \$926, New Brunswick \$4,602, Ontario \$48,946, Manitoba \$4,722, Saskatchewan \$6,700, Alberta \$9,812, British Columbia \$10,148, Northwest Territories \$18, Yukon Territory \$24.			
	Total Vote 1.....	<u>\$ 4,190,700</u>	<u>\$ 4,190,700</u>	<u>\$ 4,095,737</u>

The Farm Improvement Loans Act, c. 110, R.S., as amended..... (22) \$ 198,010

The above statutory authority provides that the Minister of Finance shall, out of unappropriated moneys in the consolidated revenue fund, pay to a bank the amount of loss sustained by it as a result of a loan, made under conditions prescribed in the Act, to a farmer for the improvement and development of his farm.

The above amount represented payments of 259 claims, less \$41,302 received in repayments.

The Veterans' Business and Professional Loans Act, c. 278, R.S., as amended..... (22) \$ 490

The above statutory authority provides that the Minister of Finance shall, out of unappropriated moneys in the consolidated revenue fund, pay to a bank the amount of loss sustained by it as a result of a loan, made under conditions prescribed by the Act, to a veteran for the purchase of a business or for any purpose which may be deemed to benefit his business.

The above amount represented payments of 2 claims, less \$353 received in repayments.

The Fisheries Improvement Loans Act, c. 46, 1955..... (22) \$ 1,895

The above statutory authority provides that the Minister of Finance shall, out of unappropriated moneys in the consolidated revenue fund, pay to a bank or other authorized lender, the amount of loss sustained by it as a result of a loan, not exceeding \$4,000, made under the conditions prescribed in the Act, to a fisherman for the improvement and development of his fishing enterprise. The liability of the Government is limited to 15 per cent of the aggregate loans made by any lender up to \$500,000 and 10 per cent of any loans in excess of this amount provided that total loans by all banks do not exceed \$10,000,000 and total loans by other lenders also do not exceed \$10,000,000.

The above amount represented payment of 1 claim.

The Prairie Grain Producers' Interim Financing Act, 1951, c. 20, 1951, as amended (22) nil

The above statutory authority provides that the Minister of Finance shall, out of unappropriated moneys in the consolidated revenue fund, pay to a bank the amount of loss sustained by it as a result of a loan, not exceeding \$1,000, under conditions prescribed in the Act, to a grain producer for undelivered grain.

Repayments totalling \$462 were received during the fiscal year and transferred to non-tax revenue—refund of previous years' expenditure.

The Prairie Grain Producers' Interim Financing Act, 1956, c. 1, 1956, as amended. . (22) nil

The above statutory authority provides that the Minister of Finance shall, out of unappropriated moneys in the consolidated revenue fund, pay to a bank the amount of loss sustained by it as a result of a loan, made under conditions prescribed in the Act, to a grain producer for undelivered grain.

No claims were paid during the year. Repayments totalling \$743 were received and transferred to non-tax revenue—refunds of previous years' expenditure.

The Small Businesses Loans Act, c. 5, 1960, as amended..... (22) \$ 76,785

The above statutory authority provides that the Minister of Finance shall, out of unappropriated moneys in the consolidated revenue fund, pay to a bank the amount of loss sustained by it as a result of a loan, made under conditions prescribed in the Act, to the proprietor of a small business enterprise for its improvement and development.

The above amount represented payments of 11 claims, less \$1,453 received in repayments.

Interest payments, liabilities under guaranteed loans, and alternative payments to provinces under the Canada Student Loans Act, c. 24, 1964..... (20) \$ 1,650,896

Under the provisions of the Canada Student Loans Act, 1964, the Minister of Finance is liable to pay interest on guaranteed bank loans while the borrowers are full-time students, to pay for losses sustained by banks in connection with guaranteed student loans, to pay a fee for collections made by banks on behalf of the Minister after payment of a claim, and to make alternative payments to a province which is not participating in the plan.

PUBLIC DEBT CHARGES**Interest and annual amortization of bond discount, premiums and commissions***Interest on public debt, c. 116, R.S.***Unmatured debt (including treasury bills)—**

Payable in Canada.....	830,814,663
Payable in New York.....	16,173,386
	<u>846,988,049</u>
Other liabilities.....	230,307,464
	<u>(23) 1,077,295,513</u>

Details of this expenditure will be found in appendix 6 to volume I of this report.

Annual amortization of bond discount, premiums and commissions, c. 116, R.S.

Premiums and commissions.....	(23) 30,733,079
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This amount is the portion applicable to the fiscal year 1965-66 of the net cost of bond discounts, premiums and commissions on certain loans issued. Such amount was credited to deferred charges—unamortized loan flotation costs—see the statement of asset and liability accounts in volume I of this report. Details, by loans, of the amount amortized will be found in appendix 7 to volume I of this report.

Total Statutory item..... \$1,108,028,592

Servicing costs and costs of issuing new loans*Servicing of public debt—Redemption and transfer of bonds, c. 116,
R.S., as amended*

Expenditures.....	(23)	333,617
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Details of this expenditure will be found in appendix 9 to volume I of this report.

*Servicing of public debt—Commission for payments of interest on
public debt, services of fiscal agents, London, registrars' fees, etc.,
c. 116, R.S., as amended*

Commission for payment of coupon and fully registered interest.....	672,434
Fees for acting as registrar.....	200
Cost of replenishing reserve stocks of bonds depleted through transfers and exchanges.....	11,903
Sundries.....	401

Expenditures.....	(23)	684,938
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Details of this expenditure will be found in appendix 9 to volume I of this report.

Cost of issuing new loans, c. 116, R.S., as amended

Expenditures.....	(23)	1,810,050
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The above amount included expenses in connection with the issue and sale of Canada savings bonds, the organization of which is under the jurisdiction of the Bank of Canada.

A detailed breakdown of the above expenditures will be found in appendix 8 to volume I of this report.

J L Lawther and G C Munro, voluntary workers, received travelling expenses of \$1,476 and \$1,045 respectively.

Total Statutory item.....	\$ 2,828,605
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SUBSIDIES AND OTHER PAYMENTS TO PROVINCES**Payments under the British North America Act, the Federal-Provincial Fiscal Arrangements Act and other statutory authority***Subsidies to provinces (British North America Acts, 1867 to 1952,
and other statutory authority)*

Subsidies.....	(24)	23,638,412
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Payments of subsidies to provinces are shown in the first column of the statement following the last sub-vote of this category. Details will be found in appendix 5 to this section.

*Payments to provinces as provided under the Federal-Provincial Fiscal
Arrangements Act, c. 53, 1961 and the Federal-Provincial Fiscal
Revision Act, c. 26, 1964*

Payments.....	(24)	351,153,446
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Under the provisions of the Federal-Provincial Fiscal Arrangements Act, 1961, the Minister of Finance was authorized, where applicable, to pay to each province a tax equalization payment, a provincial revenue stabilization payment, a succession duty payment and additional grants to the Atlantic provinces and Newfoundland.

Under the 1962-67 Fiscal arrangements, the federal government agreed to abate its estate tax by 50 per cent in the fiscal years 1962-63 and 1963-64, and by 75 per cent in the fiscal years 1964-65, 1965-66 and 1966-67 in any province that imposed its own succession duties. To a province that did not wish to re-enter the succession duty field the federal government agreed to pay 50 per cent of the federal estate tax revenue in 1962-63 and 1963-64 and 75 per cent in 1964-65, 1965-66 and 1966-67. During 1962-63, Quebec and Ontario collected their own succession duties while the other provinces received a payment in lieu of imposing their own duties. Starting in 1963-64, British Columbia joined Ontario and Quebec in imposing its own succession duties. When the abatement was raised to 75 per cent in 1964-65, British Columbia increased its rates accordingly but Quebec and Ontario accepted in lieu of the extra abatement a payment equivalent to 25 per cent of the federal estate tax in those provinces.

The Federal-Provincial Fiscal Revision Act, 1964, c. 26, section 6, Youth Allowances Act provides that, where in any fiscal year commencing on or after April 1, 1964, the federal savings in respect of a province providing schooling allowances exceeds the federal revenue abatement in respect of that province for the taxation year ending in that fiscal year, the Minister of Finance may, out of the consolidated revenue fund, pay to that province in

respect of that fiscal year an amount equal to the excess. It also provides that, where the federal savings in respect of a province providing schooling allowance is less than the federal revenue abatement, the Minister of Finance may deduct the amount by which the federal revenue abatement exceeds the federal savings from any payment to that province. Quebec was the only province providing schooling allowances in the fiscal year 1965-66.

An amount of \$4,906,435 was recovered by an equivalent deduction from the equalization payable to Quebec in the current fiscal year under the Federal-Provincial Fiscal Arrangements Act.

A distribution by provinces appears in the second column of the statement following the last sub-vote of this category.

Payments to provinces as provided under the Federal-Provincial Tax-Sharing Arrangements Act, c. 29, 1956, as amended

Payments..... (24) 3,352,909

Under the provisions of the Federal-Provincial Tax-Sharing Arrangements Act, 1956, the Minister of Finance was authorized, where applicable, to pay to each province a tax equalization payment, a provincial revenue stabilization payment, and a tax rental payment. Receipt of a tax rental payment was conditional upon a province entering into an agreement with Canada to refrain on its own part and that of its municipalities from the levying of one or more of the following taxes: individual income, corporation income and succession duties. All provinces except Quebec entered into such an agreement, although the agreement with Ontario was limited to the individual income tax field. Equalization and stabilization payments are payable to a province whether it has or has not entered into a tax rental agreement.

A distribution by provinces appears in the third column of the statement following the last sub-vote of this category.

Payments to provinces as provided under the Established Programs (Interim Arrangements) Act, c. 54, 1964-65

Hospital Insurance and Diagnostic Services Act.....	55,141,997
Special welfare program comprising the Old Age Assistance Act, Blind Persons Act, Disabled Persons Act, and welfare portion of the Unemployment Assistance Act.....	19,144,000
Technical and Vocational Training Assistance Act.....	7,414,590
Health grants program comprising the general health grants, disability advisory services program and blind pensioners treatment program.....	—239,000
Expenditures..... (24)	81,461,587

The Established Programs (Interim Arrangements) Act, 1964-65 stipulates that where a province that is participating in a program enumerated in schedule I, of that Act, desires to have that program become a program that is to be wholly administered and financed by the province, the appropriate Minister and the Minister of Finance, with the approval of the Governor in Council and notwithstanding any provision of the authorizing instrument or any regulation made thereunder or in respect thereto, may together enter into a supplementary agreement on behalf of the Government of Canada with the province for the purpose of enabling the province to assume responsibility for that program. Where a province has entered into a supplementary agreement with respect to a standing program, the Minister of Finance may pay to that province a tax equalization payment computed in accordance with section 8 in respect of a calendar year for which an additional tax abatement has been provided under this Act in respect of that province. Quebec was the only province which entered into such an agreement in the current fiscal year.

Province	Subsidies	Fiscal arrangements and revisions	Tax sharing arrangements	Established programs (Interim arrangements)	Total
Newfoundland....	1,656,282	41,602,460	246,396		43,505,138
Nova Scotia.....	2,132,376	47,265,250	392,191		49,789,817
Prince Edward Island.....	656,932	9,663,260	14,996		10,335,188
New Brunswick...	1,744,814	42,789,340	324,760		44,858,914
Quebec.....	4,022,987	181,194,599	—69,925	81,461,587	216,609,248
Ontario.....	4,624,070	16,837,500			21,461,570
Manitoba.....	2,117,184	27,844,770	453,127		30,415,081
Saskatchewan....	2,124,175	28,664,270	380,119		31,168,564
Alberta.....	2,887,175	5,291,997	715,766		8,894,938
British Columbia..	1,672,417		895,479		2,567,896
	<u>\$ 23,638,412</u>	<u>\$ 351,153,446</u>	<u>\$ 3,352,909</u>	<u>\$ 81,461,587</u>	<u>\$ 459,606,354</u>

Total Statutory item..... \$ 459,606,354

Vote 5 Payments, computed in accordance with terms and conditions approved by the Governor in Council, to the government of each province, in respect of income tax paid by corporations whose main business is the distribution to or generation for distribution to the public of electrical energy, gas or steam; the said payments to be made in respect of such part of the income of the corporations for the taxation year ending in the calendar year 1963 (as determined under and for the purposes of the Income Tax Act) as is derived from the said distribution or generation in the province to which payment is made......

8,500,000

Expenditures..... (24) \$ **6,386,928**

Details of payments by provinces follow:

Province	Amount
Newfoundland.....	262,517
Nova Scotia.....	683,258
Prince Edward Island.....	56,607
New Brunswick.....	23,943
Quebec.....	979,504
Ontario.....	1,321,361
Manitoba.....	43,932
Saskatchewan.....	9,729
Alberta.....	2,569,284
British Columbia.....	436,793
	\$ 6,386,928

UNIVERSITY GRANTS

Payments to the Association of Universities and Colleges of Canada for the purpose of making grants to institutions of higher learning, (Chap. 13, statutes of 1960) (20) \$ **27,748,000**

The above Act as amended by c. 14, 1962 authorized the Minister of Finance, with the approval of the Governor in Council, to enter into an agreement with the Canadian Universities Foundation, whose rights and obligations have now been acquired and assumed by the Association of Universities and Colleges of Canada, providing, for any fiscal year commencing on or after the first day of April, 1962, for payment of amounts to the Association for the purpose of making grants to institutions of higher learning in any province.

Section 8A of the amending statute authorized the Minister of Finance, for the purpose of making grants to institutions of higher learning, to pay to the Association of Universities and Colleges of Canada an amount equivalent to two dollars multiplied by the population of each province that was not prescribed. The Association distributed the amount according to the terms and conditions of an agreement entered into between the Government of Canada and the Association.

The Minister of Finance was empowered by the Act to declare a province a prescribed province where in his opinion satisfactory arrangements exist for the payment by the province directly to institutions of higher learning in the province of an amount which is equal to or greater than two dollars multiplied by the province's population and where the payment is made on terms and conditions not inconsistent with those contained in the agreement between the Government of Canada and the Association of Universities and Colleges of Canada. A prescribed province is entitled to an abatement of one per cent of the corporation income tax. If the value of the abatement exceeds the amount of two dollars multiplied by the population of the province, the amount of the excess is deducted from any payment made to the province under the Federal-Provincial Fiscal Arrangements Act; if the value of the abatement is less than two dollars per capita, an amount is paid to the province which together with the value of the abatement will equal two dollars per capita.

For the fiscal year commencing April 1, 1965, Quebec was declared a prescribed province by P.C. 1966-256. The value of the one per cent corporation income tax abatement to Quebec for 1965 was estimated at \$12,342,000, the two dollars per capita amounted to \$11,314,000 resulting in a recovery of \$1,028,000 from Quebec under the Federal-Provincial Fiscal Arrangements Act.

A further recovery from Quebec of \$591,946 was made with respect to the 1964 abatement. This adjustment was made necessary by the receipt from the Department of National Revenue of information as to the value of the one per cent corporation income tax abatement in 1964.

Details of payments to the Association in respect of provincial institutions follow:

Province	Amount
Newfoundland.....	996,000
Nova Scotia.....	1,522,000
Prince Edward Island.....	216,000
New Brunswick.....	1,246,000
Ontario.....	13,462,000
Manitoba.....	1,924,000
Saskatchewan.....	1,902,000
Alberta.....	2,902,000
British Columbia.....	3,578,000
	\$27,748,000

MUNICIPAL GRANTS

Vote 10 Grants to municipalities in accordance with the Municipal Grants Act and Regulations made thereunder	33,000,000
Vote 10b To extend the purposes of Finance Vote 10 of the main estimates, 1965-66, to authorize a grant to the corporation of the City of Ottawa in accordance with terms and conditions prescribed by the Governor in Council with respect to buildings owned by Her Majesty in right of Canada and situate in the City of Ottawa in lieu of redevelopment charges imposed upon owners of buildings erected or enlarged under building permits issued after May 2, 1960 and to provide a further amount of	3,850,000
	36,850,000
Expenditures	(19) 36,841,862

Grants were made in accordance with the Municipal Grants Act, c.182, R.S., as amended, and regulations established under the Act. Of 1,610 grants made under authority of the above Act and Orders in Council, those of \$5,000 or over are listed below:

Newfoundland

Cornerbrook.....	10,400
Gander.....	17,000
St. John's.....	350,453
Grants under \$5,000 (10).....	16,479
	394,332

Nova Scotia

Amherst.....	21,711
Annapolis (County).....	26,544
Antigonish.....	5,257
Barrington Municipality.....	5,624
Canso.....	5,493
Cape Breton (County).....	40,000
Colchester (County).....	11,608
Cumberland (County).....	15,519
Dartmouth.....	345,812
Digby.....	6,418
East Hants Municipality.....	6,762
Glace Bay.....	19,790
Guysborough.....	7,183
Halifax.....	1,893,556
Halifax (County).....	167,940
Inverness (County).....	8,000
Kentville.....	20,000
King's (County).....	56,355
Liverpool.....	10,230
Louisbourg.....	9,044
Lunenburg.....	6,053
New Glasgow.....	13,602
New Waterford.....	7,325
North Sydney.....	23,500
Pictou.....	12,098
Shelburne (District).....	11,305
Springhill.....	14,407
Sydney.....	62,418
Truro.....	27,989
Victoria (County).....	6,003
Windsor.....	5,868
Yarmouth.....	21,984
Yarmouth (District).....	8,496
Grants under \$5,000 (32).....	78,314
	2,982,208

Prince Edward Island

Charlottetown.....	83,259
St Eleanors.....	31,511
Summerside.....	31,842
Grants under \$5,000 (40).....	25,032
	171,644

New Brunswick

Albert (County).....	29,212
Bathurst.....	5,276
Campbellton.....	14,192
Carleton County Municipality.....	5,005
Chatham.....	47,048
Charlotte County Municipality.....	5,398
Fredericton.....	90,000
Kent.....	5,893
Lancaster.....	108,434
Moncton.....	409,852
Newcastle.....	9,485
Northumberland (County).....	28,083
Queen's County Municipality.....	25,286
Sackville.....	14,488
St Andrews.....	8,785
Saint John.....	275,000
Saint John (County).....	7,895
St Stephen.....	8,500
Shediac.....	7,819
Sunbury (County).....	5,656
Sussex (School District).....	7,508
Victoria (County).....	8,245
Westmorland (County).....	72,157
Woodstock.....	13,396
Grants under \$5,000 (33).....	42,336
	1,254,949

Quebec

Amos (School Commission).....	5,517
Asbestos (School Commission).....	6,862
Baie d'Urfe-Senneville (School Commission).....	19,687
Cap de la Madeleine (School Commission).....	5,814
Chibougamau.....	11,230
Chicoutimi.....	5,983
Chicoutimi (School Commission)....	10,275
Dorval.....	539,284
Drummondville.....	16,782
Drummondville (School Commission)	14,417
Granby.....	15,525
Hull.....	158,066
Hull (School Commission).....	119,193
Joliette.....	13,233
Joliette (School municipality).....	12,901
Jonquiere (School municipality)....	6,823
Lachine.....	8,903
Lacolle (School municipality).....	5,457
La Salle.....	150,000

Quebec—Concluded

La Tuque.....	8,526
Lauzon.....	5,531
Lauzon (School Commission).....	17,295
Les Ecores (School municipality).....	11,787
Levis (School Commission).....	19,830
Longueuil (School Commission).....	41,279
Montmagny (School municipality).....	5,483
Montreal.....	2,937,327
Montreal North.....	9,176
Mount Royal.....	5,172
Pointe Claire.....	15,623
Quebec.....	590,000
Rimouski (School Commission).....	11,934
Riviere du Loup (School municipality).....	13,019
St Bernard de Lacolle (School municipality).....	5,329
St Hubert.....	149,075
St Hyacinthe.....	19,921
St Jean.....	84,266
St Jean (School municipality).....	15,948
St Jerome.....	5,792
St Jerome (School Commission).....	6,221
St Laurent.....	346,119
St Vincent de Paul (School Commission).....	372,814
Ste Agathe des Monts (School Commission).....	9,056
Ste Anne de Bellevue.....	22,000
Ste Anne de Bellevue (School Commission).....	25,922
Ste Anne de la Pocatiere (School Commission).....	7,226
Ste Foy.....	26,454
Ste Foy (School Commission).....	148,051
Ste Therese de Blainville.....	17,447
Salaberry de Valleyfield (School municipality).....	7,175
Schefferville.....	15,728
Schefferville (School municipality).....	13,017
Senneville.....	8,997
Sept Iles.....	15,497
Sept Iles (School Commission).....	15,591
Shannon.....	9,609
Shawinigan.....	5,498
Shawinigan (School Commission).....	9,799
Sherbrooke.....	99,835
Sorel (School Commission).....	48,483
Thetford Mines (School Commission).....	11,165
Trois-Rivieres.....	34,740
Val d'Or.....	14,404
Val d'Or (School municipality).....	15,643
Verdun.....	21,072
West Island (School Commission).....	89,525
Westmount.....	145,844
Grants under \$5,000 (471).....	347,162
	7,008,359

Ontario—Continued

Burlington.....	8,444
Campbellford.....	5,959
Capreol (Township).....	6,821
Carleton Place.....	5,538
Chapleau (Township).....	5,019
Chatham.....	56,447
Cobourg.....	217,796
Collingwood.....	7,885
Cornwall.....	51,726
Dundas.....	8,510
Essa (Township).....	88,594
Etobicoke (Township).....	62,361
Fort Erie.....	6,568
Fort Frances.....	10,871
Fort William.....	56,160
Galt.....	21,570
Georgetown.....	5,584
Geraldton.....	5,455
Gloucester (Township).....	185,200
Goderich.....	5,056
Guelph.....	40,257
Haileybury.....	8,635
Hamilton.....	276,342
Ingersoll.....	5,029
Kapuskasing.....	22,401
Kenora.....	10,359
Kingston.....	347,019
Kingston (Township).....	73,828
Kitchener.....	66,253
Korah (Township).....	9,217
Leamington.....	6,312
Lindsay.....	11,486
London.....	1,309,519
McNab (Township).....	8,692
Midland.....	17,574
Napanee.....	10,890
Nepean (Township).....	133,737
Newmarket.....	8,032
New Toronto.....	6,081
Niagara.....	16,128
Niagara (Township).....	8,582
Niagara Falls.....	29,357
North Bay.....	38,827
North Gower (Township).....	5,525
North York (Township).....	1,419,953
Oakville.....	58,864
Orillia.....	15,539
Oshawa.....	76,874
Ottawa.....	7,083,531
Owen Sound.....	30,827
Parry Sound.....	9,145
Pembroke.....	24,606
Petawawa.....	41,476
Petawawa (Township).....	79,874
Peterborough.....	87,435
Picton.....	13,207
Pittsburg (Township).....	118,267
Port Arthur.....	59,429
Port Credit.....	30,204
Port Hope.....	7,811
Prescott.....	16,985
Preston.....	5,945
Renfrew.....	12,318
Richmond Hill.....	5,945
Rolph, Buchanan, Wylie and McKay (Townships).....	12,153
St Catharines.....	55,013

Ontario

Amherstburg.....	6,133
Arnprior.....	7,108
Barrie.....	17,637
Belleville.....	91,030
Bowmanville.....	11,996
Bracebridge.....	6,677
Brampton.....	10,125
Brantford.....	80,241
Brockville.....	14,826

Ontario—Concluded

St Thomas.....	27,829
St Vincent (Township).....	14,445
Sandwich East (Township).....	33,507
Sarnia.....	65,659
Sault Ste Marie.....	125,000
Scarborough (Township).....	122,599
Sebastapol (Township).....	6,120
Sidney (Township).....	45,595
Simcoe.....	16,228
Sioux Lookout.....	14,674
Smiths Falls.....	20,439
Stephen (Township).....	33,551
Stratford.....	27,912
Sudbury.....	50,463
Teck (Township).....	5,801
Thorold.....	6,496
Tilbury.....	8,039
Tillsonburg.....	5,000
Timmins.....	18,520
Toronto.....	1,940,648
Toronto (Township).....	869,964
Tossorontio (Township).....	21,195
Tuckersmith (Township).....	12,282
Wallaceburg.....	5,016
Waterloo.....	11,842
Welland.....	39,090
Weston.....	18,745
Widdifield (Township).....	138,238
Windsor.....	157,328
Woodstock.....	15,000
Grants under \$5,000 (285).....	356,933
	17,036,978

Manitoba

Assiniboia.....	22,533
Brandon.....	54,801
Churchill (District).....	32,450
Cornwallis (Rural municipality).....	33,098
Daly (Rural municipality).....	35,367
Dauphin.....	19,221
Dauphin (Rural municipality).....	6,233
Emerson.....	10,487
Flin Flon.....	10,451
Fort Garry (Rural municipality).....	48,522
Gimli (Rural municipality).....	16,952
Portage la Prairie (Rural municipality).....	15,363
Rockwood (Rural municipality).....	68,278
St James.....	668,858
Stanley (Rural municipality).....	8,837
The Pas.....	8,278
Winnipeg.....	808,231
Grants under \$5,000 (86).....	112,981
	1,980,941

Saskatchewan

Alsask.....	5,341
Bayne (Rural municipality).....	5,862
Cory (Rural municipality).....	13,124
Estevan.....	7,054
Fort Qu'Appelle.....	37,006
Indian Head (Rural municipality).....	12,522
Kamsack.....	5,882
Lloydminster.....	5,206
Maple Creek.....	6,470
Moose Jaw.....	45,758

Saskatchewan—Concluded

Moose Jaw (Rural municipality).....	5,286
Moosomin.....	5,714
North Battleford.....	46,208
Orkney (Rural municipality).....	7,525
Prince Albert.....	48,378
Prince Albert (Rural municipality)...	41,498
Regina.....	405,708
Saskatoon.....	181,436
Star (Rural municipality).....	6,000
Swift Current.....	44,480
Swift Current (Rural municipality)...	8,480
Weyburn.....	15,680
Yorkton.....	16,761
Grants under \$5,000 (187).....	174,437
	1,151,816

Alberta

Blairmore.....	6,660
Bonnyville (Rural municipality No. 87).....	156,306
Brooks.....	5,642
Calgary.....	402,798
Camrose.....	12,424
Cardston (Municipal district No. 6)...	5,850
Coutts.....	15,503
Edmonton.....	468,420
Edson.....	5,869
Grande Prairie.....	13,370
Grande Prairie (County No. 1).....	20,980
High Prairie.....	5,214
Improvement District No. 24.....	9,151
Improvement District No. 128.....	5,287
Improvement District No. 143.....	9,068
Improvement District No. 147.....	5,259
Lac-la-Biche.....	5,098
Lacombe (County No. 14).....	13,208
Lacombe (Municipal district No. 14)...	6,690
Leduc (County No. 25).....	211,573
Lethbridge.....	58,519
Lethbridge (County No. 26).....	54,079
Medicine Hat.....	12,312
Olds.....	7,609
Peace River.....	7,082
Red Deer.....	42,453
Red Deer (County No. 23).....	62,212
St Paul (County).....	6,057
Stettler.....	5,202
Sturgeon (Municipal district No. 90)...	90,000
Taber.....	5,216
Vergreville.....	5,395
Vermillion.....	5,835
Wainwright (Municipal district No. 61).....	13,639
Grants under \$5,000 (126).....	148,929
	1,908,909

British Columbia

Chilliwack (Township).....	54,369
Cranbrook.....	6,498
Dawson Creek.....	27,567
Delta (District).....	50,538
Duncan.....	8,093
Esquimalt (Township).....	456,053
Fort St John.....	6,652
Kamloops.....	23,000
Kent (District).....	9,281

British Columbia—Continued

Kitimat (District).....	11,452
Langley (Township).....	11,000
Mission.....	14,404
Nanaimo.....	21,976
Nelson.....	43,128
New Westminster.....	182,336
North Vancouver.....	9,420
North Vancouver (District).....	6,938
Oliver.....	5,264
Penticton.....	18,525
Port Alberni.....	9,244
Powell River (District).....	6,198
Prince George.....	27,054
Prince Rupert.....	64,093
Quesnel.....	7,350
Richmond (Township).....	262,942
Saanich (District).....	128,312
Salmon Arm.....	6,065
Sidney.....	5,004
Surrey (District).....	15,377
Terrace.....	10,768
Trail.....	15,588

British Columbia—Concluded

Vancouver.....	951,000
Vanderhoof.....	5,973
Vernon.....	16,148
Victoria.....	175,000
Williams Lake.....	8,016
Grants under \$5,000 (54).....	98,791
	<u>2,779,417</u>

Northwest Territories

Fort Smith.....	23,490
Hay River.....	32,561
Yellowknife.....	104,140
	<u>160,191</u>

Yukon Territory

Dawson City.....	10,605
Grants under \$5,000 (1).....	1,513
	<u>12,118</u>

\$36,841,862

GOVERNMENT ADMINISTRATION

Vote 11e To deem former members of the Senate who are in receipt of an annuity pursuant to part III of an act to make provision for the retirement of members of the Senate and dependants of such members to be, for purposes of Finance Vote 20b of the Appropriation Act No. 10, 1964 and the regulations made thereunder, former members of the Senate who are in receipt of an annual allowance pursuant to the Members of Parliament Retiring Allowances Act or dependents of such members, as the case may be (21) \$1

Vote 15 Contingencies—Subject to the approval of the Treasury Board, (a) to supplement the payroll provisions of other votes; (b) for miscellaneous minor or unforeseen expenses; and (c) for awards under the Public Servants Inventions Act; including authority to re-use any sums repaid to this appropriation from other appropriations.....

6,000,000

Vote 15b.....

35,000,000

Vote 15d To extend the purposes of Vote 15 of the main estimates for 1965-66 to supplement, in such amounts and in accordance with such terms and conditions as the Treasury Board may prescribe, the 1965-66 and 1966-67 estimates of other departments in order to provide for a winter construction and repair program and to provide a further amount of

25,000,000

Vote 15e.....

5,000,000

71,000,000

Less—transferred to other departments.....\$65,784,540

transferred to Department of Finance.....876,900

66,661,440

Unallocated.....

\$ 4,338,560

To supplement other votes, subject to the approval of the Treasury Board,
for the payment of salaries, wages and other payroll charges

Supplement.....

64,865,654

Less—transferred to other votes as detailed below.....

\$64,865,654nil

Details of amounts transferred follow:

Department	Votes supplemented	Amount
Agriculture.....	1, 5, 15, 20, 30, 40, 50, 55.....	4,104,500
Atomic Energy Control Board.....	1.....	900
Auditor General's Office.....	1.....	101,900
Office of the Chief Electoral Officer.....	1.....	120,000
Citizenship and Immigration.....	1, 5, 10.....	741,800
Civil Service Commission.....	1.....	874,200
Defence Production.....	1, 20.....	1,311,900
External Affairs.....	1, 5, 30, 40.....	1,160,300
Finance.....	1, 25, 35.....	876,900
Fisheries.....	1, 5, 20.....	970,500
Forestry.....	1, 15, 25.....	649,600
Governor General and Lieutenant-Governors.....	1.....	36,200
Insurance.....	1.....	21,700
Justice.....	1, 10.....	1,132,500
Labour.....	1.....	285,100
Legislation—		
The Senate.....	5.....	107,000
House of Commons.....	20.....	640,300
Mines and Technical Surveys.....	1, 10, 15, 25, 35, 45, 50, 60.....	2,106,000
National Defence.....	20.....	866,000
National Film Board.....	1.....	212,700
National Gallery of Canada.....	1.....	25,000
National Health and Welfare.....	1, 5, 20, 30, 40.....	1,448,600
National Research Council.....	1.....	1,171,000
National Revenue.....	1, 5, 10.....	4,276,100
Northern Affairs and National Resources.....	1, 15, 30, 45.....	864,100
Post Office.....	1.....	19,811,400
Privy Council.....	1, 5, 10.....	44,200
Public Archives and National Library.....	1, 5.....	218,200
Public Printing and Stationery.....	1, 5.....	32,000
Public Works.....	1, 5, 35, 55, 60.....	3,952,100
Royal Canadian Mounted Police.....	1.....	3,938,800
Secretary of State.....	1, 5, 10, 15, 20, 25, 40.....	821,854
Trade and Commerce.....	1, 5, 10, 15, 20, 25, 26, 27, 30.....	1,190,400
Transport.....	1, 5, 30, 75, 80, 85.....	6,343,900
Unemployment Insurance Commission.....	1.....	649,000
Veterans Affairs.....	1, 5, 20, 30, 40.....	3,759,000
		<u>\$64,865,654</u>

Miscellaneous minor or unforeseen expenses, subject to the approval of the Treasury Board, including authority to re-use any sums repaid to this appropriation from other appropriations, and for awards under the Public Servants Inventions Act

Miscellaneous minor or unforeseen expenses.....	1,134,346
Less—transferred to other departments.....	11,036
Unallocated.....	(22) \$ 1,123,310

The following statement shows the other departments to which the amounts were transferred and the amounts expended:

Department	Transferred	Expended
Labour.....	36	35
Mines and Technical Surveys.....	1,000	173
National Health and Welfare.....	10,000	
	<u>\$ 11,036</u>	<u>\$ 208</u>

To supplement the 1965-66 and 1966-67 estimates of other departments in order to provide for a winter construction and repair program

Supplement.....	5,000,000
Less—transferred to other departments.....	1,784,750
Unallocated.....	(22) \$ 3,215,250

The following statement shows the other departments to which the amounts were transferred and the amounts expended:

Department	Transferred	Expended
Citizenship and Immigration.....	577,700	577,698
Fisheries.....	40,000	36,540
Public Works.....	1,127,050	1,127,048
Royal Canadian Mounted Police.....	40,000	40,000
	<u>\$ 1,784,750</u>	<u>\$ 1,781,286</u>

Vote 16e To authorize the Treasury Board to delete from the accounts certain debts due, and claims by, Her Majesty, each of which is in excess of \$1,000, amounting in the aggregate to \$1,084,556 60..... (22) \$ 1 nil
Expenditures.....

Details of the amounts authorized and deleted follow:

Department	Authorized		Deleted		Deleted from
	No. of Items	Amount	No. of Items	Amount	
Agriculture.....	1	14,996	1	14,996	Accounts receivable
Crown Assets Disposal Corporation.....	2	7,506	2	7,506	Accounts receivable
Defence Production.....	2	3,000	1	1,768	Accounts receivable
External Affairs.....	2	3,002	2	3,002	Accounts receivable
Finance.....	2	2,544	2	2,544	Accounts receivable
Fisheries.....	1	2,000	1	2,000	Accounts receivable
Forestry.....	1	4,796	1	4,796	Accounts receivable
National Defence.....	10	27,367	10	27,367	Accounts receivable
National Revenue.....	195	868,695	195	868,695	Accounts receivable
Northern Affairs and National Resources.....	3	4,789	3	4,789	Accounts receivable
Post Office.....	1	8,443	1	8,443	Accounts receivable
Transport.....	3	26,334	3	26,334	Accounts receivable
Veterans Affairs.....	54	111,085	54	111,085	Accounts receivable
	<u>277</u>	<u>\$ 1,084,557</u>	<u>276</u>	<u>\$ 1,083,325</u>	

Government's contribution to the superannuation account and the public service death benefit account, payments under earlier Superannuation and Retirement Acts and under the Public Service Pension Adjustment Act, and gratuities to families of deceased employees

Government's contribution to the superannuation account in an amount equal to the estimated current and arrears payments of individual contributors in the previous fiscal year, c.47, 1952-53, as amended

Contribution..... (21) 57,778,086

Details in respect of contributions to, and payments from, the account are shown in appendix 3 to this section (see also the schedule, Annuity, Insurance and Pension Accounts, in volume I of this report).

Payments under earlier Superannuation and Retirement Acts

Payments.....	(21) 51,143
A Civil Service Superannuation and Retirement Act, R.S., 1906.....	713
B Public Service Retirement Act, 1920.....	756
C Civil Servants' Widows' Annuities Act, 1927.....	3,709
D Currency, Mint and Exchange Fund Act, R.S., 1952.....	45,965
	<u>51,143</u>

- A This represents superannuation allowances paid to civil servants appointed prior to April 1, 1893, and retired under the provisions of the above Act. Payments to those appointed on or after April 1, 1893, and eligible for superannuation under the above Act, are made from the Public Service superannuation account—see under the schedule, Annuity, Insurance and Pension Accounts, in volume I of this report and appendix 3 to this section.
- B Under authority of this Act, provision was made for the retirement and payment of allowances, under stipulated conditions, to certain members of the public service who were not eligible for annual retiring allowances under the Superannuation and Retirement Act, c. 17, R.S., 1906. Retirements were all effected prior to November 1, 1924, on which date the retirement provisions of the Act expired (c. 69, 1924).

C This Act provides that the Governor in Council may grant to a widow an annual allowance, payable until death or remarriage, of an amount equal to one-fourth of the allowance her husband received under the Superannuation and Retirement Act, c. 17, R.S., 1906, or would have received if, at the time of his death, he had been retired under the Act.

D The Canadian Branch of the Royal Mint became the Royal Canadian Mint, a branch of the Department of Finance, on December 1, 1931. The above authority includes provision for payment to those employees who did not elect to become contributors under the provisions of the Civil Service Superannuation Act, c. 24, R.S., 1927, of the same benefits they would have received if they had remained under the provisions of the United Kingdom Superannuation Acts then in force.

Government's contribution to the Public Service death benefit account under Part II of the Public Service Superannuation Act, c. 47, 1952-53, as amended

Contribution..... (21) 1,255,559

Details in respect of contributions to, and payments from, the account are shown in appendix 2 to this section (see also the schedule, Annuity, Insurance and Pension Accounts, in volume I of this report).

*Gratuities to families of deceased employees,
c. 48, R.S.*

Gratuities..... (21) 2,470

Expenditures by other departments are included in the pertinent section. The total expenditures of \$27,316 under the above statutory authority were, by departments, as follows: Agriculture \$1,955, Defence Production \$930, Finance \$2,470, Forestry \$725, Labour \$1,495, Mines and Technical Surveys \$624, National Defence \$4,981, National Revenue—Customs and Excise Division \$3,339, Taxation Division \$930, Northern Affairs and National Resources \$4,100, Post Office \$980, Public Works \$2,336, Trade and Commerce \$30, Transport \$1,015, Veterans Affairs \$1,406.

Payments under the Public Service Pension Adjustment Act, c. 32, 1959

Payments..... (21) 2,236,212

Adjustment payments may be made under this Act to persons who are in receipt of pensions under the following: the Civil Servants' Widows' Annuities Act, 1927; the Civil Service Superannuation and Retirement Act, Part I; the Currency, Mint and Exchange Fund Act, section 15 (2); the Defence Services Pension Act; the Public Service Superannuation Act; an Act to provide for the retirement of certain members of the Public Service (c. 67, 1920); The Royal Canadian Mounted Police Act, Parts II, III and V; an Appropriation Act that in the opinion of the Treasury Board, provides for a pension calculated on the basis of length of service of the employee to or in respect of whom it was granted or is payable.

Payments to persons receiving pensions under the Civil Servants' Widows' Annuities Act, 1927, the Civil Service Superannuation and Retirement Act, Part I, the Currency, Mint and Exchange Fund Act, section 15 (2), the Public Service Superannuation Act and an Act to provide for the retirement of certain members of the Public Service (c. 67, 1920) amounted to \$1,550,507; under the Defence Services Pension Act, \$572,379 and under the Royal Canadian Mounted Police Act, Parts II, III and V, \$113,326.

Total Statutory item..... \$61,323,470

Vote 17d Government's contribution as an employer under the Canada pension plan and the Quebec pension plan in respect of persons employed in the public service whose remuneration is payable out of the consolidated revenue fund..... 3,550,000
Vote 17e..... 600,000

Expenditures..... (21) \$ 4,149,985

Vote 18 Government's contribution to the superannuation account as a result of the authorization of salary increases, each one of which was applicable to at least that percent of the contributors under the Public Service Superannuation Act, during the 1963-64 and 1964-65 fiscal years, as may be prescribed by the Treasury Board, in such amounts as, in the opinion of the Minister of Finance, is necessary to provide for one-fifth of the cost to Her Majesty in right of Canada for the benefits payable under that Act, as a result of the said salary increases..... 10,000,000
Expenditures..... (21) \$ 9,980,200

Amortization of deferred charges arising out of pay increase—public service superannuation account. (21) \$15,920,000

The Statute Law (Superannuation) Amendment Act, 1966 approved an amendment to the Public Service Superannuation Act, which requires the crediting to the superannuation account following the authorization of any salary increase applicable to at least 1% of those persons employed in the Public Service who are contributors, in five equal annual instalments commencing in the fiscal year in which the salary increase is authorized, such amount as in the opinion of the Minister of Finance is necessary to provide for the increase in cost to Her Majesty of the benefits payable under the Public Service Superannuation Act as a result of such salary increase. In practice, the superannuation account will be credited with the full amount of the actuarial liability resulting from such a salary increase and a deferred charge established which will be amortized in the method described by the Statute Law (Superannuation) Amendment Act. This item records the budgetary expenditure of one-fifth of the liability arising from salary increases for Group D during the fiscal year 1965-66.

Vote 19b To deem, for the purposes of subsection (4) of section 11 of the Public Service Superannuation Act, Mrs E T Pettie to have been employed in the public service substantially without interruption for a period of five years immediately before her retirement therefrom (21) \$1

Vote 20 Government's share of surgical-medical insurance premiums and government's contributions to pension plans and death benefit plans for employees engaged locally outside Canada who are excluded from the Public Service Superannuation Act, to the unemployment insurance fund in respect of government employees paid through the Central Pay Office and to the hospital insurance (outside Canada) plan 11,340,000
Expenditures \$11,294,233

Government's share of surgical-medical insurance premiums determined in accordance with regulations made pursuant to Vote 124, Appropriation Act No. 6; 1960 and Finance Vote 20b, Appropriation Act No. 10, 1964

	Estimates	Allotments	Expenditures
Premiums	(21)\$ 9,625,000	\$ 9,693,000	<u>\$ 9,688,756</u>

Government's contributions to pension plans (and death benefit plans) for employees engaged locally outside Canada who are excluded from the Public Service Superannuation Act

	Estimates	Allotments	Expenditures
Contributions	(21)\$ 95,000	\$ 95,000	<u>\$ 79,765</u>

P.C.1957-26/290, March 7, 1957 authorized the application for a group policy to provide a pension plan for locally engaged employees in the United States of America, effective April 1, 1957 and P.C. 1957-38/1387, October 19, 1957 authorized the application for a similar policy in respect of the locally engaged employees in the United Kingdom and Ireland, effective October 1, 1957. During 1961-62 a non-contributory plan was introduced to provide pensions to locally-engaged employees in countries other than the United States of America and United Kingdom where there are no national plans or to supplement the national pensions where they exist. Payment of \$75,298 was made to the Sun Life Assurance Company and payments in respect of non-contributing employees subsequent to the termination of their employment were \$4,467.

Government's contribution, as an employer, to the unemployment insurance fund in respect of government employees paid through the Central Pay Office

	Estimates	Allotments	Expenditures
Contribution	(21)\$ 950,000	\$ 1,076,000	<u>\$ 1,075,712</u>

Government's contribution to the hospital insurance (outside Canada) plan

	Estimates	Allotments	Expenditures
Contribution	(21)\$ 670,000	\$ 476,000	<u>\$ 450,000</u>
Total Vote 20	<u>\$11,340,000</u>	<u>\$11,340,000</u>	<u>\$11,294,233</u>

Vote 21b To authorize, with effect from April 1, 1965, payment in the current and subsequent fiscal years of an annuity under the locally engaged (non-contributory) pension regulations in respect of Hilda L. Waddell as if, upon her retirement from employment, she was an employee within the meaning of the said regulations on July 1, 1961, and to repeal, with effect from April 1, 1965, Vote 95 of Appropriation Act No. 5, 1959 (21) \$1

Vote 22d To authorize, with effect from April 1, 1965, payment in the current and subsequent fiscal years of an annuity under the locally-engaged (non-contributory) pension regulations in respect to Mr. Julio Moreira as if upon retirement from employment he was an employee within the meaning of the said regulations on July 1, 1961 and to repeal with effect from April 1, 1965, Vote 734 of Appropriation Act No. 4, 1954 (21) \$1

Vote 23e To provide that, for the purposes of the Public Service Superannuation Act, the period of employment in the public service of Joseph Charles Yvon Charlebois that commenced on September 9, 1954 and ended on March 16, 1955 shall, notwithstanding section 4 (1) (c) of the Act, be deemed to be a period during which he was required by subsection (1) of section 4 to contribute to the superannuation account (21) \$1

Vote 24e To provide that where a person who

(a) was employed in the public service on July 1, 1954; and

(b) has not, before the coming into force of this item, made any contributions under section 42 of the Public Service Superannuation Act;

made an election under section 52(1) of the Act in purported compliance therewith that was invalid by reason only that the person was not, on July 1, 1954, a participant within the meaning of the Act, the said election shall be deemed to have been validly made under and in accordance with section 52(1) of the Act (21) \$1

COMPTROLLER OF THE TREASURY

Vote 25 Administration, including the administration of the Superannuation and Retirement Acts.....

25,077,400

Transfer from Department of Finance Vote 15 contingencies.....

650,000

Expenditures.....

25,727,400

\$25,377,245

Total revenue arising from the above expenditures amounted to \$248,636.

Central office and branch offices administration

		Estimates	Allotments	Expenditures
	Salaries and wages.....	\$19,542,000		
	Transfer from Department of Finance Vote 15 contingencies.....	612,000		
	Overtime.....	(1) 20,154,000	20,027,000	19,741,164
	Allowances.....	(1) 50,000	177,000	175,943
A	Commissionaire services.....	(2) 60,000	69,000	65,895
A	Other professional and special services.....	(4) 37,000	40,500	39,594
	Travelling and removal expenses.....	(4) 8,000	8,000	5,978
	Freight, express and cartage.....	(5) 275,000	268,500	249,625
	Postage—Family allowance, old age security and youth allowance cheques.....	(6) 16,500	20,000	19,619
	Other postage.....	(7) 2,400,000	2,379,000	2,379,000
	Telephones and telegrams.....	(7) 120,000	120,000	119,415
	Publication of public accounts.....	(8) 96,500	104,500	102,636
	Office stationery, supplies and equipment.....	(9) 85,000	80,500	80,500
	Rental of office equipment.....	(11) 1,024,000	1,018,000	1,016,683
	Purchase of computer systems.....	(11) 503,000	448,000	433,751
	Acquisition of equipment.....	(11) 57,000	57,000	55,215
	Payment to Norman Bell.....	(16) 1,000	1,000	785
	Unemployment insurance contributions.....	(21) 1,900	900	871
	Sundries.....	(21) 4,000	4,000	1,739
		(22) 26,000	25,500	22,132
		\$24,852,900	\$24,848,400	\$24,510,545

This sub-vote was provided to defray the expenses of the Office of the Comptroller of the Treasury in carrying out the duties imposed by the Financial Administration Act, including the issue of public moneys from the consolidated revenue fund, the provision of accounting services for government departments, and other duties assigned by the Governor in Council.

Revenues arising from the above expenditures amounted to \$248,636 and consisted of *Services and service fees*—payments from users of Comptroller of Treasury owned equipment \$96,467; *Miscellaneous*—amounts required to administer the Canada Pension Plan recoverable from the Canada Pension Plan account \$152,169.

A Payments by services with individual payments of \$2,000 or over were:

Commissionaire services \$39,594—Canadian Corps of Commissionaires Montreal \$39,594.

Key punching and clerical services \$5,978—Office Overload Co Ltd Ottawa \$5,978.

A distribution of expenditures by offices follows:

	Salaries	Other expenditures	Total
Office of the Comptroller—Headquarters.....	1,023,639	210,409	1,234,048
Servicing divisions			
Audit Services Branch.....	2,482,292	197,197	2,679,489
Central Services Branch.....	1,945,590	397,371	2,342,961
Cheque Adjustment Division.....	477,396	130,484	607,880
Securities Deposit Division.....	120,337	59,861	180,198
Departmental divisions			
Agriculture.....	271,140	4,914	276,054
*Finance.....	255,217	11,616	266,833
Citizenship and Immigration.....	211,181	15,479	226,660
External Affairs.....	298,046	34,124	332,170
House of Commons (including Library of Parliament).....	59,578	11,716	71,294
Justice (including Auditor General's Office).....	119,907	2,254	122,161
Mines and Technical Surveys.....	187,207	8,539	195,746
National Defence (including Defence Construction (1951) Ltd.)...	2,836,064	219,736	3,055,800
National Film Board.....	41,567	856	42,423
†National Health and Welfare.....	1,923,810	2,223,386	4,147,196
Canada Pension Plan.....	81,559	12,003	93,562
National Research Council.....	103,731	3,151	106,882
National Revenue.....	276,093	71,598	347,691
Northern Affairs and National Resources (including Forestry and Indian Affairs).....	469,138	35,132	504,270
Post Office.....	96,366	2,994	99,360
Public Printing and Stationery.....	57,580	2,628	60,208
Public Works (including Fisheries and Insurance).....	410,393	67,771	478,164
Royal Canadian Mounted Police.....	305,521	30,878	336,399
Trade and Commerce (including Defence Production, Industry and Secretary of State).....	174,040	6,783	180,823
Transport.....	354,422	20,929	375,351
Unemployment Insurance Commission.....	1,172,120	26,517	1,198,637
Veterans Affairs.....	1,715,113	50,362	1,765,475
Regional divisions			
Amherst.....	30,504	4,255	34,759
Calgary.....	110,797	8,477	119,274
†Charlottetown.....	59,942	18,695	78,637
†Edmonton.....	478,075	228,905	706,980
†Halifax.....	353,253	125,535	478,788
London.....	239,799	4,294	244,093
Quebec.....	195,765	8,852	204,617
†Regina.....	257,845	161,673	419,518
†St John's.....	178,605	69,753	248,358
Saskatoon.....	76,870	7,815	84,685
Vancouver.....	169,145	17,063	186,208
Winnipeg.....	94,124	7,344	101,468
London.....	105,311	34,184	139,495
Paris.....	43,433	22,915	66,348
Washington.....	54,592	14,990	69,582
	<u>\$19,917,107</u>	<u>\$ 4,593,438</u>	<u>\$24,510,545</u>

*Expenditures included the servicing of the following departments: Atlantic Development Board, Atomic Energy, Board of Broadcast Governors, Canadian Broadcasting Corporation, Central Mortgage and Housing Corporation, Office of the Chief Electoral Officer, Civil Service Commission, Finance, Governor General and Lieutenant-Governors, Labour, Office of the Representation Commissioner and Public Archives and National Library.

†“Other expenditures” include postage of \$2,379,000 on family allowance cheques, old age security cheques and youth allowance cheques.

Expenses of district offices are included in the above amounts for the Audit Services Branch and for the following Treasury Offices: National Defence, National Health and Welfare, Northern Affairs and National Resources, Unemployment Insurance Commission and Veterans Affairs.

Superannuation and Retirement Acts administration

	Estimates	Allotments	Expenditures
Salaries and wages.....\$ 805,000			
Transfer from Department of Finance Vote 15 contingencies..... 38,000			
	(1) 843,000	843,000	832,407
Overtime.....	(1) 3,000	7,500	7,369
Travelling expenses.....	(5) 3,000	3,000	1,495
Postage.....	(7) 700	700	700
Telephones and telegrams.....	(8) 3,200	3,200	3,197
Office stationery, supplies and equipment.....	(11) 21,500	21,500	21,433
Sundries.....	(22) 100	100	99
	\$ 874,500	\$ 879,000	\$ 866,700
Total Vote 25.....	\$25,727,400	\$25,727,400	\$25,377,245

TARIFF BOARD

Salaries of the members, Tariff Board Act, c. 261, R.S., as amended..... (1) **\$ 132,000**

Pursuant to section 3 of the Act, which provides that the board shall consist of seven members, the Governor in Council appointed the following: L C Audette, chairman, G H Glass and F L Corcoran, vice-chairmen and G A Elliott, E C Gerry, L Gervais and A DeB McPhillips, members.

Vote 30 Administration..... 312,800
Expenditures..... \$ 289,784

	Estimates	Allotments	Expenditures
Salaries and wages.....	(1) 272,000	272,000	258,454
A Professional and special services.....	(4) 15,000	17,000	13,438
Travelling expenses.....	(5) 7,000	7,000	4,601
Freight, express and cartage.....	(6) 800	800	640
Telephones and telegrams.....	(8) 3,200	3,350	2,805
Publication of reports.....	(9) 7,000	1,750	1,196
Office stationery, supplies and equipment.....	(11) 5,000	8,000	6,751
Annuity to retired member of the board.....	(21) 2,500	2,500	1,535
Sundries.....	(22) 300	400	364
	\$ 312,800	\$ 312,800	\$ 289,784

This vote was provided for the expenses of administering The Tariff Board Act, under which, on the direction of the Minister of Finance, the Tariff Board makes inquiry into any matter in respect of which the Minister desires information or advice—more particularly such matters as relate to the operation of the Customs Tariff in so far as the latter has to do with the tariff treatment of goods made or produced in Canada or imported into Canada. The Board also is empowered under the Act to inquire into any matter “in relation to the trade or commerce of Canada that the Governor in Council sees fit to refer to the Board for inquiry and report” and to act as a court to hear and declare decisions on appeals from rulings of the Deputy Minister of National Revenue under provisions of the Customs Act and the Excise Tax Act.

A Payments by services with individual payments of \$2,000 or over were:

Consultant services \$3,700—J S Deachman Ottawa \$3,700.

Reporting services \$9,738—Angus, Stonehouse & Company Ltd Toronto \$9,738.

ROYAL CANADIAN MINT

Vote 35 Administration, operation and maintenance.....	2,701,000
Vote 35b.....	165,500
Transfer from Department of Finance Vote 15 contingencies.....	178,500

3,045,000
\$ 2,785,569

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 1,594,000		
Transfer from Department of Finance Vote 15 contingencies.....	178,500		
	(1) 1,772,500	1,882,500	1,846,397
Overtime.....	(1) 250,000	160,000	151,332
A Commissionaire services.....	(4) 24,000	24,000	20,976
Travelling expenses.....	(5) 2,500	5,000	2,559
Express on coin shipments.....	(6) 412,000	389,500	316,652
Freight, express and cartage.....	(6) 10,800	10,800	3,599
Postage.....	(7) 300	300	63
Telephones and telegrams.....	(8) 4,500	5,500	5,368
Publication of annual report.....	(9) 1,300	1,300	688
Office stationery, supplies and equipment.....	(11) 15,000	15,000	13,613
Supplies—Coining and medal work.....	(12) 110,000	125,000	123,619
Supplies—Refining and assaying.....	(12) 57,000	57,000	37,755
Supplies—Numismatic work.....	(12) 198,000	170,000	71,057
Repairs and upkeep of equipment.....	(17) 100,000	100,000	99,586
Power, light and gas.....	(19) 60,000	60,000	54,453
Sundries.....	(22) 27,100	39,100	37,852
	\$ 3,045,000	\$ 3,045,000	\$ 2,785,569

The Royal Canadian Mint, Ottawa, is engaged mainly in the minting of coins and the assaying, refining and purchasing of gold bullion and its subsequent sale to the Exchange Fund.

Details of the operations of the Royal Canadian Mint are shown in appendix 4 to this section (see also the schedule, Departmental Working Capital Advances, in volume I of this report).

A Payment was made to Canadian Corps of Commissionaires Montreal.

Vote 40 Construction or acquisition of equipment.....	480,300
Vote 40b.....	107,200
	587,500
Expenditures.....	(16) \$ 408,322

Expenditures consisted of the purchase of assay and quality control equipment \$5,144, coining equipment \$351,702, engineering equipment \$49,166, refining equipment \$2,310.

MUNICIPAL DEVELOPMENT AND LOAN BOARD

Vote 45 Administration.....	216,000
Expenditures.....	\$ 161,452

	Estimates	Allotments	Expenditures
Salaries and wages.....	(1) 84,500	84,500	60,962
Allowances.....	(2) 4,000	4,000	1,950
A Professional and special services.....	(4) 120,000	118,000	93,564
Travelling and removal expenses.....	(5) 2,000	2,000	450
Postage.....	(7) 300	300	240
Telephones, telegrams and other communication expenses.....	(8) 2,400	2,400	2,235
Office stationery, supplies and equipment.....	(11) 1,800	3,800	1,765
Sundries.....	(22) 1,000	1,000	286
	\$ 216,000	\$ 216,000	\$ 161,452

The Board was established under the provisions of the Municipal Development and Loan Act, c. 13, 1963 and consists of not less than three nor more than five members to be appointed by the Governor in Council. One of the members shall be appointed by the Governor in Council to be chairman of the Board. At March 31, 1966, the members of the Board were: J F Parkinson, chairman, Jean Miquelon, vice-chairman, R B Bryce, J E G Hardy and Ian MacLennan, members.

Except for the chairman, who is paid such salary as is fixed by the Governor in Council, the members serve without remuneration but are entitled to be paid actual travelling expenses incurred in connection with the work of the Board and may be paid a per diem allowance fixed by the Governor in Council for each day they are necessarily absent from their ordinary place of residence in connection with such work.

A Payments by services with individual payments of \$2,000 or over were:

Consultant services \$2,150—P S Secord Ottawa \$2,150.

Use of personnel, facilities and services \$91,398—Central Mortgage and Housing Corporation Ottawa \$91,398.

Miscellaneous \$16.

Forgiveness of indebtedness in accordance with the terms of the Municipal Development and Loan Act (Chap. 13, Statutes of 1963)..... (20) \$33,849,917

This statutory authority provides for the forgiveness of twenty-five per cent on advances made to provinces and municipalities in respect of projects which have been completed as required under authority of the Municipal Development and Loan Act.

Details of forgiveness by provinces follow:

Province	Amount
Newfoundland.....	24,179
Nova Scotia.....	475,822
Prince Edward Island.....	12,100
New Brunswick.....	504,294
Quebec.....	14,106,233
Ontario.....	10,258,151
Manitoba.....	604,101
Saskatchewan.....	1,919,767
Alberta.....	1,772,585
British Columbia.....	4,163,496
Northwest Territories.....	9,189
	<u>\$33,849,917</u>

Vote 50b To authorize the Municipal Development and Loan Board in the current and subsequent fiscal years, in cases where a municipal project, in respect of which a loan is approved by the Board under the Municipal Development and Loan Act, is not completed on or before the 31st day of March, 1966, to forgive payment of 25 per cent of that portion of the principal amount of the loan that is advanced after the 31st day of March, 1966 with respect to the costs, as determined by the Board, incurred on the project on or before that date..... 10,000,000

Vote 50e To extend the purposes of Finance Vote 50b, supplementary estimates (b), 1965-66 to authorize the Municipal Development and Loan Board in the current and subsequent fiscal years, notwithstanding sections 7 and 11 of the Municipal Development and Loan Act, in cases where a municipal project, in respect of which a loan is approved by the Board under the Municipal Development and Loan Act,

(a) is completed to the satisfaction of the Board during the period commencing on April 1, 1966 and ending on September 30, 1966, to forgive payment of 25 per cent of the principal amount of the loan; and

(b) is not completed on or before the 30th day of September, 1966, to forgive payment of 25 per cent of that portion of the principal amount of the loan that is made with respect to the cost, as determined by the Board, incurred on the project during the period commencing on April 1, 1966 and ending on September 30, 1966;

and to authorize the Board to enter into an agreement for the purpose of implementing this provision with the government of any province with which an agreement has been entered into under section 7(2) of the Act, additional amount required.....

12,000,000

(20) \$22,000,000

Expenditures..... nil

GENERAL

Payment of liabilities previously transferred to revenue, Financial Administration Act, c. 116, R.S., as amended. (22) \$ 25,181

This amount represents payment, or provision for payment, of outstanding cheques presented during the fiscal year amounting to \$5,997, unclaimed cheques, \$1,595, refund of loan subscriptions, \$9,017 and miscellaneous liabilities of \$8,572, the amounts of which had previously been transferred to revenue.

Write-off of assets, Financial Administration Act, c. 116, R.S., as amended. (22) \$ 27,332

The above represents 105 items deleted. The accounts entitled "Public Service Death Benefit Account" and "Public Service Superannuation Account" were credited in the amounts of \$16 and \$27,316 respectively—see the schedule, Annuity, Insurance and Pension Accounts, in volume I of this report.

SPECIAL

Payments of carrying costs of temporary wheat reserves and payments in connection with the Prairie Grain Advance Payments Act

Payment of carrying costs of temporary wheat reserves owned by the Canadian Wheat Board, the Temporary Wheat Reserves Act, c. 2, 1956

Payment. (20) 36,806,707

The above statutory authority provides that where after July 31, 1955, the stocks of wheat of the Canadian Wheat Board exceed one hundred and seventy-eight million bushels at the commencement of a crop year, the Minister of Finance shall, out of the consolidated revenue fund, pay to the Board for each day in that crop year an amount equal to the portion of the said stocks that exceeds one hundred and seventy-eight million bushels at the commencement of that crop year, multiplied by the carrying charge rate paid by the Board at the end of the immediately preceding crop year. If at the commencement of a crop year the stocks of wheat of the Board are not in excess of one hundred and seventy-eight million bushels, no payment shall be made by the Minister of Finance to the Board under this Act in respect of that or any subsequent crop year.

The stocks of wheat of the Canadian Wheat Board as at July 31, 1965 amounted to 395,521,370 bushels and, after the deduction of 178,000,000 bushels, as required by section 3 of the Act, the balance of stocks on which payment is based is 217,521,370 bushels. The total amount due the Board is \$40,926,234 which is the amount arrived at by multiplying the balance of stocks of 217,521,370 bushels by the carrying charge of .05154741 cents per bushel per diem for the period August 1, 1965 to July 31, 1966.

The above amount represents the balance of payments for the crop year 1964-65 in the amount of \$15,390,278 and payments to March 31, 1966 for the crop year 1965-66 in the amount of \$21,416,429.

Payments in connection with the Prairie Grain Advance Payments Act, c. 2, 1957-58, as amended

Payments. (20) 668,603

Section 15 of the Prairie Grain Advance Payments Act provides for payment to the Canadian Wheat Board of (a) interest charges paid or payable by the Board with respect to money borrowed by it or advanced on its behalf for the purposes of the Act, and (b) amounts of advance payments outstanding at the time of default, to the extent that the Board has not been reimbursed therefor after default.

The above amount consisted of interest charges of \$654,718 paid under section 15 (a) of the Act plus payment in respect of defaulted accounts \$13,885. Cumulative payments to March 31, 1966, in respect of interest charges, were \$6,088,482 and in respect of defaulted accounts, were \$81,601. Refunds to March 31, 1966 in respect of defaulted accounts were \$44,201.

Total Statutory item. \$37,475,310

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages	25,020,583	26,440,794	24,571,353
(2) Civilian allowances	122,642	129,549	103,342
(4) Professional and special services	532,800	466,482	285,932

DEPARTMENT OF FINANCE

15-25

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(5) Travelling and removal expenses	415,930	389,826	337,723
(6) Freight, express and cartage	443,800	349,501	346,911
(7) Postage	2,521,800	2,499,878	2,399,140
(8) Telephones, telegrams and other communication services	151,400	172,069	147,128
(9) Publication of departmental reports and other ma- terial	143,800	144,921	135,534
(10) Exhibits, advertising, films, broadcasting and displays			102,639
(11) Office stationery, supplies, equipment and furnishings	1,698,050	1,680,019	2,270,720
(12) Materials and supplies	365,000	232,431	219,727
Buildings and works, including land—			
(15) Rentals	3,101	3,100	3,101
Equipment—			
(16) Construction or acquisition	587,500	409,107	90,232
(17) Repairs and upkeep	100,000	99,586	71,702
(19) Municipal or public utility services—			
Grants to municipalities	36,850,000	36,841,862	35,670,705
Sundry	60,000	54,453	54,904
	36,910,000	36,896,315	35,725,609
(20) Contributions, grants, subsidies, etc., not included elsewhere—			
University grants	27,748,000	27,748,000	27,264,000
Sundry	95,099,622	73,093,065	37,543,814
	122,847,622	100,841,065	64,807,814
(21) Pensions, superannuation and other benefits—			
Government's contribution to superannuation ac- count—			
Re current and arrears payments of individuals	57,778,086	57,778,086	55,622,340
Re salary increases	25,920,000	25,900,200	9,980,200
Government's share of surgical-medical insurance premiums	9,625,000	9,688,756	9,318,000
Sundry	9,418,790	9,305,736	5,663,222
	102,741,876	102,672,778	80,583,762
(22) All other expenditures (other than special categories)	6,596,627	401,533	792,358
SPECIAL CATEGORIES			
(23) Interest on public debt, etc.	1,110,857,197	1,110,857,197	1,051,290,596
(24) Subsidies and special payments to the provinces.	468,106,354	465,993,282	358,357,022
	1,578,963,551	1,576,850,479	1,409,647,618
Total	\$ 1,880,166,082	\$ 1,850,679,433	\$ 1,622,642,345

Payments of Damage Claims

Sundry claims, each under \$1,000 (3) \$ 189

**Estimated value of major services not included
in this department's appropriations**

	1965-66	1964-65
Accommodation—provided by Department of Public Works	1,482,600	1,543,500
*Accounting and cheque issue services—Comptroller of the Treasury	330,500	340,200
*Contributions to superannuation account—Department of Finance	1,428,300	1,328,600
*Employee surgical-medical insurance premiums—Department of Finance	132,500	131,300
Employee compensation payments—Department of Labour	6,300	6,000
Carrying of franked mail—Post Office Department	406,300	298,900
	\$ 3,786,500	\$ 3,648,500

*Included in this department's appropriations.

Estimated value of major services provided to other departments

	Accounting and cheque issue		Contributions to superannuation account		Employees surgical-medical insurance premiums	
	1965-66	1964-65	1965-66	1964-65	1965-66	1964-65
Agriculture.....	845,700	920,500	3,368,600	3,168,500	285,300	306,900
Atlantic Development Board.....	3,800	7,700				
Atomic Energy.....	1,800	1,000	7,600	7,000	600	600
Auditor General's Office.....	6,800	5,000	76,800	71,800	6,700	6,600
Board of Broadcast Governors.....	4,800	3,900	17,700	16,700	1,300	1,300
Canada Emergency Measures Organization.....	28,400	12,400	71,000	68,800	5,800	5,900
Office of the Chief Electoral Officer.....	16,400	20,300	6,900	6,800	600	600
Citizenship and Immigration.....	919,000	845,500	1,482,100	1,388,800	113,600	121,500
Civil Service Commission.....	55,900	49,300	277,400	257,000	21,200	21,600
Defence Production.....	1,402,300	1,352,800	1,038,100	1,138,400	96,200	107,300
Economic Council of Canada.....	7,000	3,800	48,900	38,800	2,000	1,700
External Affairs.....	403,500	381,500	648,000	601,900	55,700	53,200
International Joint Commission..	4,300	8,900	5,200	4,800	500	400
Fisheries.....	276,700	266,000	746,500	694,800	70,100	73,400
Forestry.....	197,800	163,000	407,600	371,600	40,300	36,300
Governor General and Lieutenant- Governors.....	2,500	1,500	6,600	6,000	700	600
Industry.....	21,100	4,000	210,800	30,000	19,000	15,000
Insurance.....	86,200*	73,000*	40,400	38,100	3,000	3,100
Justice.....	443,000	210,400	1,162,200	1,087,000	137,300	138,900
Labour.....	801,600	702,700	1,246,400	1,165,400	123,200	116,500
Legislation.....	81,700	64,300	288,300	165,100	88,800	33,500
Mines and Technical Surveys.....	335,000	308,800	1,128,000	1,054,700	104,600	107,700
Dominion Coal Board.....	18,100	16,700	5,800	5,400	500	500
National Defence.....	4,123,900	4,244,200	12,117,700	13,316,200	3,589,200	4,146,300
National Film Board.....	64,700	54,600	287,300	271,000	24,500	25,500
National Gallery of Canada.....	17,600	19,600	23,500	22,200	2,000	2,000
National Health and Welfare.....	6,982,800	6,681,800	1,375,400	1,288,100	110,400	112,600
National Research Council.....	208,700	187,600	1,249,400	1,169,200	115,000	120,300
National Revenue.....	878,000	784,100	4,708,000	4,432,100	463,700	482,100
Northern Affairs and National Resources.....	550,100	544,600	925,400	898,400	98,900	114,500
Post Office.....	650,100	584,300	9,041,100	8,510,500	1,103,000	1,170,100
Privy Council.....	35,500	19,500	91,400	50,400	7,300	3,500
Public Archives and National Library—						
Public Archives.....	17,100	14,700	40,500	36,000	3,400	3,100
National Library.....	4,800	4,100	16,600	15,500	1,400	1,100
Public Printing and Stationery.....	34,500	32,200	52,500	61,400	5,200	6,400
Public Works.....	788,600	708,900	1,964,000	1,826,200	255,000	245,000
Royal Canadian Mounted Police...	465,400	463,300	309,600	292,100	191,000	193,000
Secretary of State.....	62,900	63,900	280,600	257,600	26,900	21,600
Centennial Commission.....	11,600	6,500				
Office of the Representation Commissioner.....	5,800		7,100		300	
Trade and Commerce.....	191,100	244,200	1,175,100	1,103,900	106,600	104,800
National Energy Board.....	2,500	1,200	35,400	33,400	2,100	2,200
Transport.....	1,075,300	985,300	4,938,100	4,658,600	451,200	465,500
Air Transport Board.....	4,000	6,000	35,800	33,800	2,800	2,900
Board of Transport Commissioners for Canada.....	12,000	18,900	79,100	73,900	5,800	5,800
Canadian Maritime Commission	25,700	29,000	12,200	11,400	800	700
Unemployment Insurance Commis- sion.....	1,369,500	1,210,300	1,541,500	1,448,600	153,000	148,200
Veterans Affairs.....	3,449,000	3,351,100	3,408,500	3,215,600	286,100	296,000
	<u>\$26,994,600</u>	<u>\$25,682,900</u>	<u>\$56,006,700</u>	<u>\$54,413,500</u>	<u>\$ 8,182,600</u>	<u>\$ 8,826,300</u>

*These amounts include the safe-keeping of securities.

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
A Return on investments.....	292,244,020 33	262,586,244 91
B Bullion and coinage.....	11,217,545 04	12,298,921 97
C Proceeds from sales.....	65 67	40 76
D Services and service fees.....	5,642,789 74	2,941,333 55
E Premium, discount and exchange.....	125,537 69	
F Refunds of previous years' expenditure.....	504,936 58	430,396 35
G Miscellaneous.....	1,188,386 49	674,288 04
Total.....	<u>\$310,923,281 54</u>	<u>\$278,931,225 58</u>

Details

Non-Tax Revenue—		
A Return on investments.....		292,244,020
See Appendix 3 to Volume I of this report for details.		
B Bullion and coinage:		
See Appendix 4 for details.		
Operation of the Royal Canadian Mint:		
Gold—		
Refining charges.....	337,845	
Gain in refining.....	22,612	
Loss on handling charges.....	—4,013	
		356,444
Silver bullion—		
Gain in refining operations.....		37,435
Silver coinage—		
Coin sold.....	34,818,068	
Cost of metal in coin sold.....	—28,207,148	
Net gain on silver coinage.....		6,610,920
Nickel coinage—		
Coin sold.....	3,338,317	
Brockages sold.....	36,045	
Cost of metal in coin sold.....	—510,668	
Net gain on nickel coinage.....		2,863,694
Bronze coinage—		
Coin and metal sold.....	2,646,474	
Cost of metal in sales.....	—1,296,570	
Net gain on bronze coinage.....		1,349,904
Steel coinage—		
Loss on destruction of mutilated coin purchased....		—852
		11,217,545
C Proceeds from sales.....		66
D Services and service fees:		
Payment by banks for cost of bank inspection for the calendar year 1965.....	60,702	
Recoverable from users of accounting equipment		
Comptroller of the Treasury owned equipment.....	96,467	
Royal Canadian Mint—		
Gold storage and other charges.....	31,137	
Numismatic revenue:		
Receipts.....	11,111,137	
Less:		
Face value of coin sold.....	5,299,525	
Shipping expenses.....	405,400	
	<u>5,704,925</u>	

Net charges collected.....	5,406,212	
		5,594,518
Sundries.....		48,272
		<u>5,642,790</u>
E Premium, discount and exchange.....		125,538
F Refunds of previous years' expenditure:		
Transfer of an amount representing outstanding 1955-56		
cheques which have not been presented for payment.....	204,128	
Refund from the Province of Ontario in respect of adjust-		
ment of Succession Duty credits pursuant to the Tax		
Rental Agreements Act 1952.....	293,973	
Sundries.....	6,836	
		<u>504,937</u>
G Miscellaneous:		
Donations to the Crown.....	6,762	
Fines and forfeitures.....	2,613	
Unclaimed balances which have been received from the		
Bank of Canada in respect of chartered banks.....	7,178	
Transfer from the following accounts of amounts which		
were unclaimed or outstanding for ten years or more:		
Outstanding hog premium warrants (transferred from		
Department of Agriculture).....	8,810	
Outstanding imprest account cheques.....	3,548	
Unclaimed cheques.....	165,392	
Unclaimed government drafts.....	75	
		<u>177,825</u>
Dormant liabilities transferred from Government annuities		
account (Department of Labour).....	98,195	
Canada's share of operating revenue of the Peace Bridge,		
Fort Erie, Ontario.....	200,000	
International Monetary Fund.....	188,891	
Matured debt that has been outstanding for fifteen years		
after date of call or maturity.....	353,026	
Recoverable, Canada/Quebec Pension Plan (Comptroller		
of the Treasury).....	152,169	
Sundries.....	1,727	
		<u>1,188,386</u>
Total.....		<u>\$ 310,923,282</u>

Certified correct.

R. B. BRYCE,
Deputy Minister of Finance.

Comparative Statement of Accounts Receivable .. at March 31

	1966	1965
Current year—		
Collectible.....	5,819	21,198
Previous years—		
Collectible.....	5,448	7,816
Uncollectible.....	34,240	59,922
	<u>45,507</u>	<u>\$ 88,936</u>

An amount of \$2,229 included in previous years—collectible covers fines levied under the former Wartime Prices and Trade Board which were paid to certain courts and not remitted to the Receiver General pending a decision by the Department of Justice as to their disposition.

During the year 2 items amounting to \$2,544 were deleted under authority of Department of Finance Vote 16e.

Appendix 1

EXCHANGE FUND ACCOUNT
AUDITOR GENERAL OF CANADA

Ottawa, March 17, 1966.

THE HONOURABLE MITCHELL SHARP,
MINISTER OF FINANCE,
OTTAWA.

Sir,

In accordance with the requirement of subsection 2 of section 27 of the Currency, Mint and Exchange Fund Act, I have audited the Exchange Fund Account and the transactions in connection therewith for the year ended December 31, 1965.

The audit included a general review of the accounting procedures and of the system of internal control together with such tests of accounting records and other supporting evidence as I considered necessary in the circumstances. The Fund's holdings at the close of the year have been confirmed to us by the auditors of the Bank of Canada.

Section 23 of the Act provides for advances to the Exchange Fund Account out of the Consolidated Revenue Fund and by Order in Council P.C. 1965-2290 of December 22, 1965 the Minister is authorized to make advances to a maximum amount of \$3,500,000,000. The amount actually advanced at December 31, 1965 was \$2,818,000,000 a net increase during the year of \$81,000,000. The accompanying statement shows that the Account included investments, currency and gold amounting to U.S.A. \$2,694,661,146 at December 31, 1965, the value of which in terms of Canadian currency at the par rate amounted to \$2,913,144,271. Investments are valued at cost with accrued interest.

Under authority of the Bretton Woods Agreements Act and with the concurrence of the International Monetary Fund the Governor in Council fixed, on May 2, 1962, for the purposes of the Agreement for an International Monetary Fund, the par value of the Canadian dollar at one dollar equals .92½ United States dollars or, in terms of the Canadian dollar, the United States dollar equals \$1.08108108. The market rate for United States dollars may fluctuate from one per cent below par value to one per cent above par value.

The Account's holdings at December 31, 1965 were valued in terms of the Canadian dollar at par of exchange and as a consequence, the valuation of the holdings at that date was \$16,383,540 greater than if the closing market rate of \$1.075 had been used.

In my opinion, the transactions in connection with the Account have been in accordance with the provisions of the Currency, Mint and Exchange Fund Act and the accompanying statement gives a fair summary of the transactions in connection with the Account for the year ended December 31, 1965 and shows truly and clearly the state of the Account as at that date.

A. M. HENDERSON,
Auditor General of Canada.

EXCHANGE FUND ACCOUNT—Concluded

(ESTABLISHED PURSUANT TO THE EXCHANGE FUND ACT AND CONTINUED UNDER THE CURRENCY, MINT AND EXCHANGE FUND ACT)

Financial Statement for the year ended December 31, 1965
(with comparative figures for the year ended December 31, 1964)

Summary of Transactions

	1965	1964
Balance, January 1	\$ 2,800,551,542	\$ 2,751,594,242
<i>Deduct:</i>		
Paid into the Consolidated Revenue Fund in accordance with Section 24 of the Currency, Mint and Exchange Fund Act	63,551,542	62,594,242
	<u>2,737,000,000</u>	<u>2,689,000,000</u>
<i>Add:</i>		
Advances (net) received during the year	\$ 81,000,000	\$ 48,000,000
Earnings on investments during the year (to be paid into the Consolidated Revenue Fund)	62,833,067	63,551,542
	<u>2,880,833,067</u>	<u>2,800,551,542</u>
Balance, December 31		

Composition of Year-end Balances

Canadian Dollars:		
Cash on deposit	\$ 851,464	\$ 1,240,775
U.S.A. Dollars:		
Cash on deposit	U.S.A. Currency	U.S.A. Currency
	\$ 9,495,361	\$ 23,389,752
U.S.A. Treasury notes, bills, certificates of indebtedness and bonds, at cost with accrued interest	1,484,195,398	1,554,540,469
International Monetary Fund note, at cost with accrued interest	50,124,321	15,018,493
Gold	1,150,846,066	1,025,710,879
Total U.S.A. Funds	<u>2,694,661,146</u>	<u>2,618,659,593</u>
Value of U.S.A. Funds converted to Canadian at par of exchange (\$1.00 U.S.A. = \$1.08108 Can.)	2,913,144,271	2,830,980,513
Suspense	(24,877)	61,800
Value of holdings at par of exchange	<u>2,913,970,858</u>	<u>2,832,283,083</u>

Deduct:

Surplus resulting from sale and revaluation of holdings on the basis of par of exchange (\$1.00 U.S.A. = \$1.08108 Can.) at December 31, without allowing for those earnings subsequent to December 31, 1946 which were paid into the Consolidated Revenue Fund.....

33,137,791	31,731,546
<u>\$ 2,880,833,067</u>	<u>\$ 2,800,551,542</u>

Certified correct:

The Bank of Canada,

L. RASMINSKY,
Governor.

ALAIN JUBINVILLE,
Chief of the Foreign Exchange Department.

I have examined the above Statement and have reported thereon under date of March 17, 1966 to the Minister of Finance.

A. M. HENDERSON,
Auditor General of Canada.

Appendix 2

PUBLIC SERVICE DEATH BENEFIT ACCOUNT

	Debit	Credit
Balance as at March 31, 1965.....		9,875,938
RECEIPTS		
Contributions—		
Employees—Government and Crown Corporations.....		3,951,068
Government		
One-sixth of benefit payments general.....		666,788
Single premium for \$500 death benefit coverage for life.....		588,771
Crown Corporations.....		19,273
Interest.....		415,938
		5,641,838
DISBURSEMENTS		
Refunds of contributions.....	7,547	
Benefit payments—		
(a) General.....	4,000,730	
(b) Life coverage—\$500.....	302,235	
(c) Other.....	10,000	
	4,320,512	
Balance as at March 31, 1966.....	11,197,264	
	<u>\$15,517,776</u>	<u>\$15,517,776</u>

(a) Benefits paid in respect of participants who, at the time of death, were employed in the Public Service or were in receipt of an annuity under Part I of the Superannuation Act.

(b) Benefits of \$500 paid in respect of participants who, at the time of death, were employed in the Public Service or were in receipt of an annuity under Part I of the Superannuation Act and on whose behalf a single premium for \$500 death benefit coverage for life has been made.

(c) Benefits paid in respect of participants who, at the time of death, were not employed in the Public Service and to whom an immediate annuity was not payable under Part I of the Superannuation Act upon ceasing to be employed.

Appendix 3

PUBLIC SERVICE SUPERANNUATION ACCOUNT

	Debit	Credit
Balance as at March 31, 1965.....		2,161,828,359
RECEIPTS		
Contributions—		
(a) Employees—Government, Crown Corporations, etc.....		66,019,010
Retired employees.....		706,019
Matching contributions—Government.....		57,778,086
Matching contributions—Crown Corporations.....		3,680,055
Transferred from other pension funds.....		1,179,391
Interest.....		89,499,085
Actuarial liability adjustment.....		79,600,000
		298,461,646
DISBURSEMENTS		
Annuities.....	57,674,369	
(b) Gratuities.....	106,571	
(c) Residual amounts.....	209,141	
Withdrawals of contributions.....	11,316,605	
Transferred to other pension funds.....	600,228	
	69,906,914	
Balance as at March 31, 1966.....	2,390,383,091	
	<u>\$ 2,460,290,005</u>	<u>\$ 2,460,290,005</u>

(a) Contributions included advances of \$4,063,900 which were made to cover additional employee contributions due to dual contributions temporarily required re Canada Pension Plan and Quebec Pension Plan.

(b) Amounts equal to one month's pay for each year of pensionable service, not exceeding ten.

(c) Amounts paid to contributors' estates or in certain cases to payees authorized by Treasury Board, where there is no one to whom an allowance provided by the Act may be paid and where the amounts already paid are less than the amounts contributed.

Further payments to persons in receipt of pensions under the Public Service Superannuation Act were made under authority of the Public Service Pension Adjustment Act, c. 32, 1959.

Outstanding overpayments under the Public Service Superannuation Act amounted to \$8,647 as at March 31, 1966.

Appendix 4

ROYAL CANADIAN MINT

Coinage and Bullion Operations, 1965-66

GOLD PURCHASE ACCOUNT

	<u>Ounces Fine</u>	<u>Ounces Fine</u>	<u>Value</u>	<u>Value</u>
Gold transferred to Bank of Canada for purposes of the Exchange Fund account and sundry sales		2,604,867.232		98,255,548
Cost of metal:				
Inventory, March 31, 1965 (Valued at \$37.67018750)	145,160.756		5,468,233	
Gold purchased at various rates	2,508,948.365		94,657,504	
	2,654,109.121		100,125,737	
Adjustment—Revaluation of gold—March 31, 1966			—19,061	
	2,654,109.121		100,106,676	
Inventory, March 31, 1966 (Valued at \$37.59384375)	—49,841.664		—1,873,740	
		2,604,267.457		98,232,936
Gain in refining credited to Consolidated Revenue Fund		599.775		\$ 22,612

SILVER BULLION PURCHASE ACCOUNT

Bullion sold or transferred to coinage		1,401,974
Cost of metal:		
Inventory, March 31, 1965	133,035	
Bullion purchased	1,389,612	
Treatment charges—sweep	1,052	
	1,523,699	
Inventory, March 31, 1966	—159,160	
		1,364,539
Net gain on operations credited to Consolidated Revenue Fund		\$ 37,435

SILVER COINAGE ACCOUNT

Coin sold		34,818,068
Cost of sales:		
Inventory, March 31, 1965 (at cost)	12,021,314	
Bullion and alloy purchased or transferred	26,333,816	
Worn coin purchased (withdrawn for recoinage—face value)	88,759	
	38,443,889	
Inventory, March 31, 1966 (at cost)	—10,236,741	
		28,207,148
Net gain on coinage credited to Consolidated Revenue Fund		\$ 6,610,920

NICKEL COINAGE ACCOUNT

Coin sold		3,338,317
Brockages sold		36,045
		3,374,362

DEPARTMENT OF FINANCE

15-35

ROYAL CANADIAN MINT—Continued
NICKEL COINAGE ACCOUNT—Concluded

Cost of sales:

Inventory, March 31, 1965 (at cost).....	70,922
Nickel blanks purchased.....	1,891,563
Mutilated coin purchased (face value).....	1,956
	<u>1,964,441</u>
Inventory, March 31, 1966 (at cost).....	<u>—1,453,773</u>

510,668

Net gain on coinage credited to Consolidated Revenue Fund.....

\$ 2,863,694

BRONZE COINAGE ACCOUNT

Coin sold.....	2,622,513
Metal sold or transferred.....	23,961
	<u>2,646,474</u>

Cost of sales:

Inventory, March 31, 1965 (at cost).....	1,010,059
Metal purchased.....	1,355,035
Worn coin purchased (withdrawn for recoinage—face value).....	2,203
	<u>2,367,297</u>
Inventory, March 31, 1966 (at cost).....	<u>—1,070,727</u>

1,296,570

Net gain on coinage credited to Consolidated Revenue Fund.....

\$ 1,349,904

STEEL COINAGE ACCOUNT

Inventory, March 31, 1965.....	nil
Mutilated coin purchased (face value).....	852
	<u>852</u>
Inventory, March 31, 1966.....	nil
Loss in destruction of mutilated coin by melting.....	<u>\$ 852*</u>

*The amount credited to the Consolidated Revenue Fund from the above accounts was reduced by the amount of loss in the destruction of mutilated coin which was carried in the Steel Coinage Account.

RECOINAGE STATEMENT

	Amount withdrawn for recoinage Face Value	Amount withdrawn for recoinage Net Value	Amount recoined Face Value	Loss on recoinage	Gain on recoinage	Balance held for recoinage Net Value
SILVER COIN	\$	\$	\$	\$	\$	\$
Total to March 31, 1965.....	10,731,895	10,601,126	11,276,325	96,072	808,025	10,260
April 1, 1965 to March 31, 1966	88,759	88,759	66,702		366	22,423
Total to March 31, 1966..	10,820,654	10,689,885	11,343,027	96,072	808,391	32,683
*BRONZE COIN						
Total to March 31, 1965.....	1,115,921	1,110,212	656,972	610,653	157,413	nil
April 1, 1965 to March 31, 1966	2,203	2,203	2,058	145		
Total to March 31, 1966..	1,118,124	1,112,415	659,030	610,798	157,413	nil

*Includes tombac.

ROYAL CANADIAN MINT—Concluded

COINAGE ISSUED

	Total to March 31, 1965	Total from April 1, 1965 to March 31, 1966	Total to March 31, 1966
	\$	\$	\$
Gold:—			
\$ 5.00.....	1,388,070	.....	1,388,070
10.00.....	3,480,380	.....	3,480,380
	4,868,450	.....	4,868,450
Silver:—			
\$1.00.....	28,308,493	13,660,880	41,969,373
0.50.....	38,131,071	6,530,169	44,661,240
0.25.....	93,047,936	9,612,585	102,660,521
0.20.....	210,000	.....	210,000
0.10.....	57,719,064	5,014,434	62,733,498
0.05.....	6,020,802	.....	6,020,802
	223,437,366	34,818,068	258,255,434
Nickel.....	23,450,710	3,338,317	26,789,027
Tombac.....	1,407,824	.....	1,407,824
Steel.....	3,463,238	.....	3,463,238
Bronze.....	28,971,714	2,622,513	31,594,227

Appendix 5

SUBSIDIES TO PROVINCES

For the fiscal year ended March 31, 1966

PROVINCE OF NEWFOUNDLAND

For the local purposes of the Province and the support of its Government and Legislature—

Fixed grant (population between 400,000 and 800,000).....	190,000
Grant of 80 cents per head on a population of 457,853 (census 1961).....	366,282
Additional annual subsidy, Chap. 1, Statutes of 1949.....	1,100,000
	<u>\$ 1,656,282</u>

PROVINCE OF NOVA SCOTIA

For the local purposes of the Province and the support of its Government and Legislature—

Fixed grant (population between 400,000 and 800,000).....	190,000
Grant of 80 cents per head on a population of 737,007 (census 1961).....	589,606
Additional annual subsidy, Chap. 14, Statutes of 1942.....	1,300,000
Interest for one year at 5 per cent per annum on debt allowance of \$1,055,411.....	52,770
	<u>\$ 2,132,376</u>

PROVINCE OF PRINCE EDWARD ISLAND

For the local purposes of the Province and the support of its Government and Legislature—

Fixed grant (population under 150,000).....	100,000
Grant of 80 cents per head on a population of 109,078 (census 1891).....	87,262
Grant in lieu of public lands less interest on land account.....	5,880
Subsidy in settlement of steamship service claims.....	30,000
Additional annual subsidies and grants—	
Chap. 8, Statutes of 1887 and Chap. 192, R.S., 1927.....	20,000
Chap. 42, Statutes of 1912.....	100,000
Chap. 14, Statutes of 1942.....	275,000
Interest for one year at 5 per cent per annum on debt allowance of \$775,792.....	38,790
	<u>\$ 656,932</u>

PROVINCE OF NEW BRUNSWICK

For the local purposes of the Province and the support of its Government and Legislature—

Fixed grant (population between 400,000 and 800,000).....	190,000
Grant of 80 cents per head on a population of 597,936 (census 1961).....	478,349
Subsidy in lieu of export duty on lumber.....	150,000
Additional annual subsidy, Chap. 14, Statutes of 1942.....	900,000
Interest for one year at 5 per cent per annum on debt allowance of \$529,299.....	26,465
	<u>\$ 1,744,814</u>

PROVINCE OF QUEBEC

For the local purposes of the Province and the support of its Government and Legislature—

Fixed grant (population in excess of 1,500,000).....	240,000
Grant of 80 cents per head on a population of 2,500,000.....	2,000,000
Grant of 60 cents per head on the balance of population—2,759,211 (census 1961).....	1,655,526
Interest for one year at 5 per cent per annum on debt allowance of \$2,549,213.....	127,461
	<u>\$ 4,022,987</u>

PROVINCE OF ONTARIO

For the local purposes of the Province and the support of its Government and Legislature—

Fixed grant (population in excess of 1,500,000).....	240,000
Grant of 80 cents per head on a population of 2,500,000.....	2,000,000
Grant of 60 cents per head on the balance of population—3,736,092 (census 1961).....	2,241,655
Interest for one year at 5 per cent per annum on debt allowance of \$2,848,289.....	142,415
	<u>\$ 4,624,070</u>

SUBSIDIES TO PROVINCES—*Concluded*

PROVINCE OF MANITOBA

For the local purposes of the Province and the support of its Government and Legislature—

Fixed grant (population between 800,000 and 1,500,000).....	220,000
Grant of 80 cents per head on a population of 957,000 (January 1, 1964 intercensal estimate).....	765,600
Annual subsidy in lieu of public lands on a population between 800,000 and 1,200,000.....	750,000
Interest for one year at 5 per cent per annum on debt allowance of \$7,631,683.....	381,584
	<u>\$ 2,117,184</u>

PROVINCE OF SASKATCHEWAN

For the local purposes of the Province and the support of its Government and Legislature—

Fixed grant (population between 800,000 and 1,500,000).....	220,000
Grant of 80 cents per head on a population of 936,000 (January 1, 1964 intercensal estimate).....	748,800
Annual subsidy in lieu of public lands on a population between 800,000 and 1,200,000.....	750,000
Interest for one year at 5 per cent per annum on debt allowance of \$8,107,500.....	405,375
	<u>\$ 2,124,175</u>

PROVINCE OF ALBERTA

For the local purposes of the Province and the support of its Government and Legislature—

Fixed grant (population between 800,000 and 1,500,000).....	220,000
Grant of 80 cents per head on a population of 1,421,000 (January 1, 1964 intercensal estimate)...	1,136,800
Annual subsidy in lieu of public lands on a population in excess of 1,200,000.....	1,125,000
Interest for one year at 5 per cent per annum on debt allowance of \$8,107,500.....	405,375
	<u>\$ 2,887,175</u>

PROVINCE OF BRITISH COLUMBIA

For the local purposes of the Province and the support of its Government and Legislature—

Fixed grant (population in excess of 1,500,000).....	240,000
Grant of 80 cents per head on a population of 1,629,082 (census 1961).....	1,303,266
Subsidy in lieu of public lands.....	100,000
Interest for one year at 5 per cent per annum on debt allowance of \$583,021.....	29,151
	<u>\$ 1,672,417</u>

Subsidy Payments from July 1867 to close of the Fiscal Year Ended March 31, 1966

Province	Allowances for Government	Allowances per head of population	Special grant	Interest on debt allowances	Total
Newfoundland.....	3,155,000	5,307,739	18,975,000		27,437,739
Nova Scotia.....	13,610,000	38,896,343	25,526,980	4,871,370	82,904,693
Prince Edward Island...	6,920,000	8,017,833	14,877,462	3,805,327	33,620,622
New Brunswick.....	12,970,000	30,240,629	31,680,000	2,244,514	77,135,143
Quebec.....	16,960,000	170,606,410		9,275,534	196,841,944
Ontario.....	17,360,000	201,511,511		9,443,372	228,314,883
Manitoba.....	13,190,000	37,101,685	39,769,232	25,561,311	115,622,228
Saskatchewan.....	12,536,666	38,137,107	49,062,500	24,727,875	124,464,148
Alberta.....	11,911,666	36,964,528	46,750,000	24,727,875	120,354,069
British Columbia.....	13,060,000	38,446,138	10,500,000	2,779,133	64,785,271
	<u>\$ 121,673,332</u>	<u>\$ 605,229,923</u>	<u>\$ 237,141,174</u>	<u>\$ 107,436,311</u>	<u>\$ 1,071,480,740</u>

NOTE.—The above statement does not include any special grants which were voted and paid to the Maritime Provinces, Manitoba, Saskatchewan and British Columbia, nor does it include any payment to provinces under Dominion-Provincial Taxation Agreements, payment of the transitional grant to the Province of Newfoundland, nor payment under the Newfoundland Additional Grants Act.

Appendix 6

WAR CLAIMS FUND

World War 2

	<u>Debit</u>	<u>Credit</u>
Balance as at March 31, 1965.....		16,919
Receipts.....		351,691
Expenditures—		
Professional services.....	450	
Maltreatment award.....	150	
Travelling expenses.....	882	
Awards for property loss.....	79,160	
Balance as at March 31, 1966.....	287,968	
	<u>\$ 368,610</u>	<u>\$ 368,610</u>

Appendix 7

MUNICIPAL DEVELOPMENT AND LOAN BOARD

AUDITOR GENERAL OF CANADA

Ottawa, June 10, 1966.

To: MUNICIPAL DEVELOPMENT AND LOAN BOARD

THE MINISTER OF FINANCE

I have examined the financial transactions of the Municipal Development and Loan Board for the year ended March 31, 1966 as required by section 19 of the Municipal Development and Loan Act. My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

It is provided in section 12 of the Municipal Development and Loan Act that the Governor in Council, on the recommendation of the Minister of Finance, may from time to time prescribe the rate of interest to apply in respect of loans under the Act. Such interest is payable directly to the Department of Finance. Section 9(2) stipulates that it shall be a condition of any loan to a municipality in respect of a municipal project that the debentures to the Board by the municipality in respect of the municipal project will bear interest at the rate applying pursuant to section 12 on the date the loan is approved by the Board.

Although an interest rate of $5\frac{3}{8}$ per cent was prescribed by Order in Council P.C. 1965-1157 dated June 23, 1965 for the period July 1, to September 30, 1965, 40 loans totalling \$3,501,180 were approved during July, 1965 with an interest rate of $5\frac{1}{4}$ per cent (the rate in effect prior to July 1). This was in accordance with a decision of the Board on December 18, 1963, in respect of loans in process when there is a change in the interest rate. With reference to the four provinces with agreements for provincial administration, it was decided that the Board would accept loan applications up to several days after the interest rate changes, provided the province's commitment to the municipality was made in the previous quarter. With reference to loan applications from the six provinces without agreements, it was decided that the interest rate would be the rate in effect at the time an acceptable application was received by the Board.

In my opinion, subject to the foregoing comments, the accompanying Statement of Expense and Statement of Loans Approved and Loans Disbursed present fairly the financial transactions and loan commitments of the Board for the year ended March 31, 1966 in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

A. M. HENDERSON,
Auditor General of Canada.

MUNICIPAL DEVELOPMENT AND LOAN BOARD—Concluded
(ESTABLISHED BY THE MUNICIPAL DEVELOPMENT AND LOAN ACT)

Statement of Expense for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

	1965-66	1964-65
Administrative Expense:		
Salaries.....	\$ 62,912	\$ 58,048
Administrative services provided by Central Mortgage and Housing Corporation....	91,398	78,828
Accounting and auditing services.....	55,000	52,406
Office accommodation.....	8,500	8,500
Consultants' fees.....	2,150	2,800
Telephones and telegrams.....	2,235	2,094
Travel.....	450	1,458
Office equipment and supplies.....	1,765	1,407
Other.....	542	147
	<u>224,952</u>	<u>205,688</u>
Provided for by:		
Parliamentary appropriation—Department of Finance, Vote 45.....	161,452	144,782
Estimated value of accommodation, accounting and other services provided by other departments.....	63,500	60,906
	<u>224,952</u>	<u>205,688</u>

Statement of Loans Approved and Loans Disbursed as at March 31, 1966

The Municipal Development and Loan Board is authorized by the Municipal Development and Loan Act, 1963, c.13, to approve loans to provinces and municipalities before March 31, 1966, to a maximum of \$400 million, to augment or accelerate municipal capital works programs. As at March 31, 1966 loans had been approved and disbursed as follows:

Loans approved as at April 1, 1965.....	\$242,607,288	
Subsequent adjustments (net).....	5,039,591	
	<u>237,567,697</u>	
Loans approved during 1965-66.....	161,683,811	
	<u>161,683,811</u>	\$399,251,508
Loans disbursed:		
Portion repayable, secured by debentures or demand notes.....	115,820,387	
Portion forgiven—25% of loans for projects which have been completed.....	29,762,775	
	<u>145,583,162</u>	
Outstanding loan commitments as at March 31, 1966.....		<u>253,668,346</u>

Certified correct:

J. C. KERR,
Executive Director

Approved:

J. F. PARKINSON,
Chairman

I have examined the above Statement of Expense and Statement of Loans Approved and Loans Disbursed and have reported thereon under date of June 10, 1966 to the Municipal Development and Loan Board and the Minister of Finance.

A. M. HENDERSON,
Auditor General of Canada

1965-66

PUBLIC ACCOUNTS

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DEPARTMENT OF FISHERIES

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Details of

EXPENDITURES AND REVENUES

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DEPARTMENT OF FISHERIES

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
16· 2	Stat.	Minister of Fisheries—Salary and motor car allowance.....	16,999 92	16,999 92	17,000 00
16· 2	1	Departmental administration.....	1,423,400 00	1,365,738 38	1,209,066 69
FISHERIES MANAGEMENT AND DEVELOPMENT					
16· 4	5	Operation and maintenance.....	17,370,301 00	16,221,454 04	13,881,116 12
16· 10	10	Construction or acquisition of buildings, works, land and equipment.....	3,992,600 00	3,756,221 66	1,360,084 50
16· 13	15	Grants, contributions and subsidies.....	4,876,000 00	3,931,768 13	1,540,752 02
16· 14	Stat.	Fishing bounty.....	159,964 00	159,964 00	159,003 85
			26,398,865 00	24,069,407 83	16,940,956 49
SPECIAL					
16· 15	17	To recoup the fishing vessel and the lobster trap indemnity accounts.....	56,000 00	55,999 26	80,999 74
FISHERIES RESEARCH BOARD OF CANADA					
16· 15	20	Administration, operation and maintenance.....	7,536,300 00	7,239,473 69	6,227,044 02
16· 17	25	Construction or acquisition of buildings, works, land and equipment.....	2,100,000 00	1,778,244 57	1,118,194 24
			9,636,300 00	9,017,718 26	7,345,238 26
16· 18	Stat.	Refunds of amounts credited to revenue in previous years.....	612 06	612 06	
		Total.....	\$37,532,176 98	\$34,526,475 71	\$25,593,261 18

Salary of Minister, Hon H J Robichaud, Salaries Act, c. 243, R.S., as amended.

(1) \$ 15,000

Motor car allowance to Minister, c. 249, R.S., as amended.....

(2) \$ 2,000

Hon H J Robichaud received travelling expenses of \$4,215 charged to Vote 1.

Vote 1 Departmental administration including grants and contributions as detailed in the Estimates.....

1,387,000

Transfer from Department of Finance Vote 15 contingencies.....

36,400

Expenditures.....

1,423,400
\$ 1,365,738

Total revenue arising from the above expenditures amounted to \$6,144.

Departmental administration

	Estimates	Allotments	Expenditures
Salaries and wages	\$480,000		
Transfer from Department of Finance Vote 15 contingencies	14,300		
	(1) 494,300	494,300	490,302
Travelling expenses	(5) 22,000	22,000	20,426
Freight, express and cartage	(6) 1,500	1,500	1,459
Postage	(7) 900	900	895
Telephones and telegrams	(8) 9,000	18,100	16,681
Publication of reports and other material	(9) 200	200	65
Office stationery, supplies and equipment	(11) 15,000	15,000	14,528
Materials and supplies	(12) 100	100	50
Sundries	(22) 300	300	283
	\$ 543,300	\$ 552,400	\$ 544,689

Information and Consumer Service including grant of \$3,000 to Nova Scotia Fisheries Exhibition

	Estimates	Allotments	Expenditures
Salaries and wages	\$212,000		
Transfer from Department of Finance Vote 15 contingencies	7,500		
	(1) 219,500	205,000	193,620
Travelling expenses	(5) 17,500	28,500	26,145
Freight, express and cartage	(6) 2,200	2,200	1,545
Postage	(7) 1,200	1,200	1,170
Telephones and telegrams	(8) 2,300	3,550	3,145
Publication of reports and other material	(9) 61,000	55,500	45,853
Exhibits, advertising, films, broadcasting and displays	(10) 134,000	127,950	126,463
Office stationery, supplies and equipment	(11) 2,800	4,000	3,444
Materials and supplies	(12) 8,700	8,700	7,366
Rental of land and buildings	(15) 3,100	3,400	2,875
Acquisition of equipment	(16) 10,200	8,625	7,377
Repairs and upkeep of equipment	(17) 3,500	3,100	2,215
Grant to Nova Scotia Fisheries Exhibition, Lunenburg NS	(20) 3,000	3,000	3,000
Sundries	(22) 500	500	427
	\$ 469,500	\$ 455,225	\$ 424,645

This sub-vote was provided for expenditures in connection with the publication of departmental reports and the advertisement of the industry through the press, educational films, displays and other media and for services designed to increase the consumption of fisheries products through making information available as to their nutritional value and the best methods of preparation and cooking.

Economics Service including \$10,000 for grants to Canadian universities for research in social sciences

	Estimates	Allotments	Expenditures
Salaries and wages	\$315,000		
Transfer from Department of Finance Vote 15 contingencies	14,600		
	(1) 329,600	335,600	329,394
Professional and special services	(4) 10,000	7,200	6,779
Travelling and removal expenses	(5) 21,700	21,700	18,265
Freight, express and cartage	(6) 600	600	305
Postage	(7) 3,000	3,000	2,965
Telephones and telegrams	(8) 5,100	6,350	5,687
Publication of reports and other material	(9) 2,200	2,200	1,542
Office stationery, supplies and equipment	(11) 18,300	18,300	15,629
Materials and supplies	(12) 500	225	8

	Estimates	Allotments	Expenditures
Acquisition of equipment.....	(16) 100	100	14
Repairs and upkeep of equipment.....	(17) 100	100	
Charter of boats.....	(18) 1,000	1,000	455
Grants to Canadian universities for research in social sciences.....	(20) 10,000	10,000	7,000
Unemployment insurance contributions.....	(21) 100	100	72
Sundries.....	(22) 8,300	9,300	8,289
	\$ 410,600	\$ 415,775	\$ 396,404

This sub-vote was provided for expenditures in connection with the study of the economic aspects of fisheries problems.

Revenue arising from the above expenditures amounted to \$6,144 and consisted of *Miscellaneous*.

Total Vote 1.....	\$ 1,423,400	\$ 1,423,400	\$ 1,365,738
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FISHERIES MANAGEMENT AND DEVELOPMENT

Vote 5 Operation and maintenance including Canada's share of the expenses of the International Commissions detailed in the Estimates and of the costs of programs and projects shared jointly with the provinces and industry.....	14,557,000
Vote 5b.....	2,121,200
Vote 5d To extend the purposes of Fisheries Vote 5 of the Main Estimates for 1965-66 to approve any agreement entered into between Canada and the United States to amend the Convention on Great Lakes Fisheries between Canada and the United States as set out in the Schedule to the Great Lakes Fisheries Convention Act increasing each section's membership in the Commission from three to four members and to authorize payment of the expenses of the fourth member.....	1
Transfer from Department of Finance Vote 15 contingencies.....	692,100
	17,370,301
Expenditures.....	\$ 16,221,454

Total revenue arising from the above expenditures amounted to \$435,290.

Industrial Development Service including the federal shares of the costs of programs and projects shared jointly with the provinces and industry

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$339,000		
Transfer from Department of Finance Vote 15 contingencies.....	18,300		
	(1) 357,300	334,300	296,714
Allowances.....	(2) 16,200	16,200	14,017
A Professional and special services.....	(4) 150,000	150,000	141,522
Travelling and removal expenses.....	(5) 45,000	60,000	43,006
Freight, express and cartage.....	(6) 3,300	3,300	2,481
Postage.....	(7) 300	300	275
Telephones and telegrams.....	(8) 6,000	13,500	12,529
Office stationery, supplies and equipment.....	(11) 9,000	9,000	8,547
Materials and supplies.....	(12) 85,000	70,000	38,444
Repairs and upkeep of buildings and works.....	(14) 13,500	13,500	10,687
Repairs and upkeep of equipment.....	(17) 8,000	8,000	3,880
Rental of equipment.....	(18) 700	700	29
Light, heat and power.....	(19) 13,000	13,000	11,384
Unemployment insurance contributions.....	(21) 1,200	1,200	863
Community fishing stages.....	(22) 1,300,000	1,085,000	960,068
Programs and projects shared by provinces.....	(22) 720,000	720,000	553,908

		Estimates	Allotments	Expenditures
Development and demonstration of vessels, gear and related equipment.....	(22)	350,000	380,000	334,312
Development and demonstration of facilities for processing, packaging, storing and transporting.....	(22)	155,000	155,000	60,301
Sundries.....	(22)	50,000	55,500	54,244
		<u>\$ 3,283,500</u>	<u>\$ 3,088,500</u>	<u>\$ 2,547,211</u>

This sub-vote was provided for expenditures on fisheries industrial development programs designed to aid fishermen and the fishing industry generally, the administrative costs of the service and the operational expenses of the experimental fish processing plant at Valleyfield Nfd.

Revenue arising from the above expenditures amounted to \$26,821 and consisted of *Privileges, licences and permits*—\$3,265; *Proceeds from sales* \$21,301—sales of fish (Valleyfield Nfd experimental fish processing plant) \$20,538, sundries \$763; *Services and service fees*—\$2,255.

A Payments by services with individual payments of \$2,000 or over were:

Technicians fees \$141,522—Fran Altman Oriental N C USA \$6,500, William A Barber Victoria B C \$12,000, P Andre Beauge Montreal \$4,500, Toby Bjerke North Surrey B C \$6,500, Jas Blyth Victoria \$4,750, Jas Bruce Buckie Scotland \$3,797, Marc Chiasson Grande Riviere Que \$2,100, Martin Chiasson Caraquet N B \$3,200, William Cowie Buckie Scotland \$2,400, Lawrence Doving Vancouver \$6,164, William Dunn Port Dover Ont \$3,000, J Evich San Pedro Calif USA \$5,250, Frank Gale Victoria \$2,000, Anthony Gradis San Pedro Calif USA \$6,750, William Krause Point Pelee Ont \$3,700, Severin LeBlanc Cheticamp N S \$2,500, George Murray Aberdeen Scotland \$3,000, Bruce R Parsons Halifax \$4,000, Andre Peuvion Montreal \$3,300, Clarence Savoie Neguac N B \$3,000, William Stewart Lossiemouth Scotland \$2,400, Sandy Thornhill Fortune Nfd \$7,000, Egil Vea Vedavagen Karmoy Norway \$3,500, John Vey St John's \$2,000.

Field Services administration

		Estimates	Allotments	Expenditures
Salaries and wages.....				\$827,000
Transfer from Department of Finance Vote 15 contingencies.....				29,900
	(1)	856,900	852,400	837,373
Allowances.....	(2)	3,000	3,000	2,591
Professional and special services.....	(4)	3,000	2,000	1,914
Travelling and removal expenses.....	(5)	23,400	28,200	25,275
Freight, express and cartage.....	(6)	1,400	1,400	1,052
Postage.....	(7)	5,900	5,900	5,846
Telephones and telegrams.....	(8)	24,700	24,900	23,823
Office stationery, supplies and equipment.....	(11)	15,300	16,300	14,578
Materials and supplies.....	(12)	3,800	3,650	2,612
Rental of land and buildings.....	(15)	300	300	80
Repairs and upkeep of equipment.....	(17)	5,500	4,400	2,738
Charter of aircraft.....	(18)	90,000	80,000	78,161
Rental of equipment.....	(18)	300	300	196
Unemployment insurance contributions and other benefits for personal services.....	(21)	100	125	120
Sundries.....	(22)	300	550	463
		<u>\$ 1,033,900</u>	<u>\$ 1,023,425</u>	<u>\$ 996,822</u>

This sub-vote was provided for expenditures in operating Area and District offices responsible for administration of local Branches of Conservation and Development, Inspection, Information, Consumer and Economics Services, Fishermen's Indemnity Plan and Newfoundland Bait Service.

Revenue arising from the above expenditures amounted to \$1,715 and consisted of *Privileges, licences and permits*—\$946; *Miscellaneous*—\$769.

Conservation and Development Service—Operation and maintenance

		Estimates	Allotments	Expenditures
Salaries and wages.....				\$4,874,000
Transfer from Department of Finance Vote 15 contingencies.....				492,900
	(1)	5,366,900	5,473,760	5,317,206
Overtime.....	(1)	30,000	58,370	54,428
Allowances.....	(2)	160,000	180,200	176,365
A Professional and special services.....	(4)	28,000	34,576	32,570

		Estimates	Allotments	Expenditures
Travelling and removal expenses.....	(5)	437,000	493,650	473,023
Freight, express and cartage.....	(6)	8,500	14,915	14,010
Postage.....	(7)	11,000	10,925	10,894
Telephones, telegrams and other communication services.....	(8)	47,500	66,010	65,266
Publication of reports and other material.....	(9)	4,500	5,125	4,716
Advertising and posters.....	(10)	1,500	6,215	5,189
Office stationery, supplies and equipment.....	(11)	26,000	33,795	32,665
Materials and supplies.....	(12)	565,000	617,666	596,713
Provisions for vessels.....	(12)	167,000	177,100	176,797
Fish food.....	(12)	120,000	120,000	110,355
Repairs and upkeep of buildings and works.....	(14)	146,000	136,820	132,450
Rental of buildings.....	(15)	12,000	15,028	14,724
Repairs and upkeep of equipment.....	(17)	421,000	439,121	420,527
Charter of aircraft.....	(18)	255,000	184,339	160,658
Charter of boats.....	(18)	234,000	221,896	221,633
Rental of equipment.....	(18)	40,000	50,105	46,025
Light, heat and power.....	(19)	31,500	26,794	26,652
Unemployment insurance contributions and other benefits for personal services.....	(21)	13,500	14,720	14,178
B Payment for the destruction of harbour and gray seals.....	(22)	12,000	9,355	8,230
Sundries.....	(22)	60,000	40,090	37,135
		<u>\$ 8,197,900</u>	<u>\$ 8,430,575</u>	<u>\$ 8,152,409</u>

This sub-vote was provided for expenditures in connection with the enforcement of fisheries laws and regulations; maintaining and increasing stocks of fish through stream improvements, predator control and the operation of fish hatcheries; and the development of new techniques in oyster and clam culture.

Revenue arising from the above expenditures amounted to \$283,680 and consisted of *Privileges, licences and permits* \$174,325—licence fees \$142,845, oyster leases \$5,684, rentals \$25,796; *Proceeds from sales* \$56,123—sales of fish \$56,123; *Miscellaneous* \$53,232—fines and forfeitures \$52,417, sundries \$815.

A Payments by services with individual payments of \$2,000 or over were:

Commissionaire services \$3,623—Canadian Corps of Commissionaires Montreal \$3,623.

Legal fees \$12,089.

Technician fees \$12,934—Spear and Northrup Moncton N B \$6,631.

B P.C. 6839, August 4, 1942, authorized the Minister to establish the rate of bounty to be paid in any fiscal year for the destruction of harbour and gray seals, which cause considerable loss of fish and damage to fishing equipment on both coasts. They are also hosts to the cod-worm on the Atlantic Coast, causing incalculable loss to the industry. During the present fiscal year the bounty was: East Coast, pup seals \$5, adult seals \$10.

Further details are contained in the following distribution of expenditures which was maintained during the fiscal year under authority of Treasury Board.

	Estimates	Allotments	Expenditures
Newfoundland—Protection.....	853,650	896,050	871,246
Maritimes—Protection.....	2,307,600	2,339,800	2,226,199
Central—Protection.....	112,000	117,400	110,097
Pacific—Protection.....	2,205,850	2,508,650	2,465,391
Headquarters—Protection.....	130,550	176,500	167,222
Newfoundland—Fish Culture.....	142,250	175,525	167,607
Maritimes—Fish Culture.....	1,093,100	1,187,650	1,133,298
Pacific—Fish Culture.....	860,000	1,029,000	1,011,349
Transfer from Department of Finance Vote 15 contingencies....	492,900		
	<u>\$ 8,197,900</u>	<u>\$ 8,430,575</u>	<u>\$ 8,152,409</u>

Inspection Service

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$1,724,000		
Transfer from Department of Finance Vote 15 contingencies.....	108,100		
Overtime.....	(1) 1,832,100	1,817,396	1,798,988
Allowances.....	(1) 4,500	9,565	8,504
A Professional and special services.....	(2) 30,000	29,884	25,739
Travelling and removal expenses.....	(4) 11,800	13,900	12,948
	(5) 224,000	243,924	237,524

	Estimates	Allotments	Expenditures
Freight, express and cartage.....	(6) 9,800	6,678	6,060
Postage.....	(7) 4,900	4,882	4,714
Telephones and telegrams.....	(8) 26,400	31,975	31,587
Publication of reports and other material.....	(9) 900	1,205	1,038
Office stationery, supplies and equipment.....	(11) 15,000	15,420	13,879
Materials and supplies.....	(12) 94,000	91,388	83,755
Repairs and upkeep of buildings and works.....	(14) 11,200	7,490	7,276
Rental of land and buildings.....	(15) 4,500	2,060	1,785
Repairs and upkeep of equipment.....	(17) 22,600	23,147	21,887
Rental of equipment.....	(18) 2,200	1,550	1,436
Light, heat and power.....	(19) 23,000	19,785	17,786
Unemployment insurance contributions.....	(21) 200	130	113
Sundries.....	(22) 11,000	19,221	17,885
	<u>\$ 2,328,100</u>	<u>\$ 2,339,600</u>	<u>\$ 2,292,854</u>

This sub-vote was provided for expenditures in connection with the inspection and grading of fisheries products and the administration of the Fish Inspection Act, and The Meat and Canned Foods Act to the extent that it relates to fisheries products.

Revenue arising from the above expenditures amounted to \$10,533 and consisted of *Privileges, licences and permits*—\$7,484; *Services and service fees*—\$3,049.

A Payments by services with individual payments of \$2,000 or over were:

Commissionaire services \$10,601—Canadian Corps of Commissionaires Montreal \$10,601.

Further details are contained in the following distribution of expenditures which was maintained during the fiscal year under authority of Treasury Board.

	Estimates	Allotments	Expenditures
Newfoundland.....	489,610	504,885	494,540
Maritimes.....	839,650	895,550	887,008
Quebec.....	263,700	296,300	290,235
Central.....	317,500	347,475	334,037
Pacific.....	231,740	217,790	212,379
Headquarters.....	77,800	77,600	74,655
Transfer from Department of Finance Vote 15 contingencies.....	108,100		
	<u>\$ 2,328,100</u>	<u>\$ 2,339,600</u>	<u>\$ 2,292,854</u>

Fishermen's indemnity plan—Administration

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$229,000		
Transfer from Department of Finance Vote 15 contingencies.....	7,700		
	(1) 236,700	255,310	252,230
Overtime.....	(1) 3,000	3,430	2,380
Allowances.....	(2) 1,600	1,600	1,380
Professional and special services.....	(4) 1,000	731	286
Travelling and removal expenses.....	(5) 29,300	37,593	34,763
Freight, express and cartage.....	(6) 300	240	171
Postage.....	(7) 1,700	1,700	1,638
Telephones and telegrams.....	(8) 4,000	6,100	5,507
Publication of reports and other material.....	(9) 200	365	364
Advertising and posters.....	(10) 300		
Office stationery, supplies and equipment.....	(11) 4,700	6,317	4,944
Materials and supplies.....	(12) 7,000	6,355	5,277
Rental of buildings.....	(15) 1,100	790	734
Repairs and upkeep of equipment.....	(17) 3,900	4,479	3,955
Charter of boats.....	(18) 1,500	2,295	795
Rental of equipment.....	(18) 1,400	1,400	1,400
Sundries.....	(22) 400	295	200
	<u>\$ 296,700</u>	<u>\$ 329,000</u>	<u>\$ 316,024</u>

The fishermen's indemnity plan account is included in the schedule, Other Loans and Investments, in volume I of this report.

Revenue arising from the above expenditures amounted to \$620 and consisted of *Privileges, licences and permits*—\$616; *Miscellaneous*—\$4.

Further details are contained in the following distribution of expenditures which was maintained during the fiscal year under authority of Treasury Board.

	Estimates	Allotments	Expenditures
Newfoundland.....	73,130	87,430	84,066
Maritimes.....	78,150	91,450	89,243
Quebec.....	38,210	53,410	49,841
Pacific.....	73,310	72,010	69,576
Headquarters.....	26,200	24,700	23,298
Transfer from Department of Finance Vote 15 contingencies.....	7,700		
	<u>\$ 296,700</u>	<u>\$ 329,000</u>	<u>\$ 316,024</u>

Canadian share of expenses of the international commissions detailed in the Estimates

	Estimates	Allotments	Expenditures
A International Pacific Halibut Commission (Chap. 43, Statutes of 1952-53).....	272,000	268,000	215,839
B International Pacific Salmon Fisheries Commission (Chap. 11, Statutes of 1957).....	589,000	589,000	444,493
C International Whaling Commission (Chap. 293, R.S.)....	4,000	12,000	6,427
D International Commission for the Northwest Atlantic Fisheries (Chap. 18, Statutes of 1953-54).....	20,000	20,000	15,067
E International North Pacific Fisheries Commission (Chap. 44, Statutes of 1952-53).....	70,000	30,000	28,153
F International Great Lakes Fishery Commission (Chap. 34, Statutes of 1955).....	555,001	530,001	526,823
G International North Pacific Fur Seals Commission (Chap. 31, Statutes of 1957).....	15,000	15,000	9,973
(22)	<u>\$1,525,001</u>	<u>\$ 1,464,001</u>	<u>\$ 1,246,775</u>

This sub-vote was provided for Canada's share of expenses of the seven international fisheries commissions in which Canada holds membership.

Revenue arising from the above expenditures amounted to \$33 and consisted of *Proceeds from sales*—\$28; *Miscellaneous*—\$5.

- A The Convention between Canada and the United States, approved by the Northern Pacific Halibut Fishery Convention Act, c. 43, 1952-53, is for the preservation of the Halibut Fishery of the Northern Pacific Ocean and Bering Sea. The International Pacific Halibut Commission is empowered to make such regulations and investigations with regard to halibut fishery as are necessary to carry out the provisions of the Convention.

The Convention provides that each country appoint three commissioners and pay the salaries and expenses of its appointees and one-half the joint expenses incurred by the Commission.

The Canadian commissioners were Dr W M Sprules, whose salary was paid from Vote 1 and M K Eriksen Prince Rupert B C and F W Millerd Vancouver who were paid a per diem living allowance of \$45.

The total disbursements for the year amounted to \$431,678 apportioned as follows: Canada, \$215,839 United States, \$215,839. The United States portion was transferred to the United States—Pacific Halibut Treaty account which will be found under the schedule, Loans to National Governments, in volume I of this report.

- B The Convention between Canada and the United States for the protection, preservation and extension of the Sockeye Salmon Fisheries of the Fraser River System, signed at Washington on May 26, 1930, as amended by the Protocol signed at Ottawa on December 28, 1956, was confirmed and sanctioned by the Pacific Salmon Fisheries Convention Act, c. 11, 1957.

The Convention provides for the appointment of an International Pacific Salmon Fisheries Commission empowered to conduct a thorough investigation into the natural history of sockeye and pink salmon of the Fraser River and to make recommendations to the governments for removing or overcoming obstructions to the ascent of sockeye or pink salmon in waters covered by the convention. All regulations made by the Commission are subject to approval of the two governments with the exception of orders for adjustment of fishing periods and areas in any season and emergency orders required to carry out the provisions of the Convention.

Each country appoints three commissioners and pays the salaries and expenses of its own appointees and one-half of the joint expenses incurred by the Commission.

The Canadian commissioners were W R Hourston, whose salary was paid from Vote 5 and the Hon T Reid, Senator, New Westminster B C and A J Whitmore North Burnaby B C who were paid a per diem living allowance of \$45.

The total disbursements for the year amounted to \$888,986, apportioned as follows: Canada \$444,493, United States, \$444,493. The United States portion was transferred to the United States—Pacific Salmon Treaty account which will be found in the schedule, Loans to National Governments, in volume I of this report.

Contract (1964-65): Miller Cartage and Contracting Limited \$235,027, expenditures \$220,967, to date \$235,027 (final).

C Expenditures comprised: Canada's contribution to the Commission \$1,057, charter of a whale catcher *West-whale 4* \$852, travelling expenses \$4,406, sundries \$112.

The Canadian representative was Dr W M Sprules, whose salary was paid from Vote 1, alternate Dr R R Logie whose salary was paid from Vote 5.

D Expenditures comprised: Canada's share of the administration budget of the Commission \$8,946, travelling expenses \$3,691, sundries \$2,430.

The Canadian commissioners were Dr A W H Needler, whose salary was paid from Vote 1, H D Pyke Lunenburg N S and P P Russell St John's who were paid a per diem living allowance of \$45.

E Expenditures comprised: Canada's share of the administrative budget of the Commission \$21,150, travelling expenses \$5,310, sundries \$1,693.

The Canadian commissioners were Dr A W H Needler, whose salary was paid from Vote 1 and J Cameron Madeira Park B C, C Giske Prince Rupert B C and D F Miller Vancouver who were paid a per diem living allowance of \$45.

F Expenditures comprised: Canada's share for lamprey control operations \$524,352, travelling expenses \$1,408, sundries \$1,063.

The Canadian commissioners were A L Pritchard whose salary was paid from Vote 5 and A O Blackhurst Simcoe Ont and C H D Clarke Toronto who were paid a per diem living allowance of \$45.

G Expenditures comprised: Canada's share of the administrative budget of the Commission \$2,052, travelling expenses \$835, sundries \$7,086.

The Canadian commissioner was Dr W M Sprules, whose salary was paid from Vote 1, alternate K C Lucas Vancouver whose salary was paid from Vote 5.

Newfoundland Bait Service

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 269,000		
Transfer from Department of Finance Vote 15 contingencies.....	33,000		
	(1)	299,500	294,104
Overtime.....	(1) 4,500	7,000	6,975
Allowances.....	(2) 24,000	30,000	29,922
Professional and special services.....	(4) 200	200	162
Travelling and removal expenses.....	(5) 7,500	7,500	5,926
Freight, express and cartage.....	(6) 5,000	3,500	3,481
Postage.....	(7) 500	500	500
Telephones and telegrams.....	(8) 3,200	3,200	3,124
Office stationery, supplies and equipment.....	(11) 1,000	1,000	222
Purchase of bait.....	(12) 120,000	85,900	81,027
Other materials and supplies.....	(12) 80,000	78,000	76,085
Repairs and upkeep of buildings and works.....	(14) 50,000	54,800	51,538
Repairs and upkeep of equipment.....	(17) 22,000	34,000	32,427
Rental of equipment.....	(18) 1,500	1,500	1,440
Light, heat and power.....	(19) 10,000	14,300	14,295
Unemployment insurance contributions and other benefits for personal services.....	(21) 1,200	1,300	1,297
Sundries.....	(22) 400	800	568
	\$ 633,000	\$ 623,000	\$ 603,093

This sub-vote was provided for expenditures in connection with making supplies of bait available for fishermen engaged in cod and other sea fisheries, a service which has been in existence for a number of years in Newfoundland. During the year the service comprised 18 depots and 38 prefabricated walk-in refrigeration units with a storage capacity of approximately 4,500,000 pounds, in which bait is frozen, stored and resold to fishermen. The depots and units are served by a bait-carrying vessel and 3 refrigerated trucks having a total capacity of 330,000 pounds.

Revenue arising from the above expenditures amounted to \$111,888 and consisted of *Privileges, licences and permits*—\$1; *Proceeds from sales* \$109,573—sales of bait \$109,573; *Services and service fees*—\$2,296; *Miscellaneous*—\$18.

Fisheries Prices Support Act administration

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$58,000		
Transfer from Department of Finance Vote 15 contingencies.....	2,200		
	(1) 60,200	60,200	58,144
Travelling expenses.....	(5) 4,700	4,700	4,382
Freight, express and cartage.....	(6) 100	100	15
Postage.....	(7) 100	100	100
Telephones and telegrams.....	(8) 800	1,300	1,219
Publication of reports and other material.....	(9) 300	300	241
Office stationery, supplies and equipment.....	(11) 2,000	2,000	992
Expenses of board members.....	(22) 4,000	3,500	1,173
	\$ 72,200	\$ 72,200	\$ 66,266

The Canadian members were I S McArthur whose salary was paid from Vote 5 and B Blais Quebec, K F Harding Prince Rupert B C, H I Mifflin Catalina Nfld, F W Millerd Vancouver, W R Ritcey Riverport N S, serving without salary were paid a \$25 per diem allowance.

Total Vote 5.....	<u>\$17,370,301</u>	<u>\$17,370,301</u>	<u>\$16,221,454</u>
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Vote 10 Construction or acquisition of buildings, works, land and equipment.....	2,761,000
Vote 10b.....	632,000
Vote 10d.....	559,600
Transfer from Department of Finance Vote 15 contingencies.....	40,000
	3,992,600
Expenditures.....	<u>\$ 3,756,222</u>

Industrial Development Service

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings.....	210,000		
Completion of Irish Moss Plant Miminégash PEI.....		190,000	160,934
*Site purchased from Peter Murphy \$8,500.			
*Contract: Schurman Construction Limited \$173,929, expenditure \$99,592 including holdbacks \$4,980.			
Total construction or acquisition of buildings and works.....	(13) 210,000	190,000	160,934
Acquisition of equipment.....	19,000		
Projects under \$15,000.....		18,000	8,971
Construction of a multi-purpose vessel Valleyfield Nfld...		21,000	20,054
Total acquisition of equipment.....	(16) 19,000	39,000	29,025
	\$ 229,000	\$ 229,000	\$ 189,959

Field Services administration

	Estimates	Allotments	Expenditures
Acquisition of equipment.....	(16) \$ 13,000	\$ 15,000	\$ 13,889

*Conservation and Development Service—Construction or acquisition of buildings, works,
land and equipment*

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings and works.....	1,791,000		
Projects under \$15,000.....		62,500	47,513
Construction of office-residence at Labrador City Nfld....		11,900	255
Construction of office-residence at Goose Bay Labrador....		28,000	27,876
Construction of a marine railway with storage space Newcastle NB.....		6,000	1,322
Construction of fishway on the Northeast Placentia River Nfld.....		10,000	9,566
Completion of fishway at Torrent River Nfld.....		23,000	23,000
Construction of counting fence on the Indian River Nfld..		13,000	12,458
Reconstruction, improvement and installation of salt water pumping station and distribution system for the Mira- michi salmon holding pond.....		87,200	83,028
Construction of a sea wall and dock facilities at Ellerslie oyster hatchery PEI.....		15,300	10,710
Construction of a fishway at Ruth Falls power develop- ment (East River) Sheet Harbour NS.....		40,401	33,559
Reconstruction of long ponds at Margaree NS and installa- tion of water supply lines.....		134,399	134,314
Contract: J W Stephens Construction Ltd \$134,293, ex- penditure \$134,293 (final).			
Reconstruction of long ponds at Yarmouth NS.....		18,000	17,520
Construction of dwelling at Mersey River fish culture sta- tion NS.....		18,000	17,785
Babine Lake development project (first stage).....		589,000	586,066
Contract: A C McEachern \$476,664, expenditure \$476,664 (final).			
Mexiadin River fishway BC (second stage).....		499,967	499,623
Contract: A C McEachern \$711,670, expenditure \$477,900 including holdbacks \$23,895.			
Construction of Big Qualicum River project BC.....		238,833	238,832
Standard General Construction (International) Ltd received \$238,832 in settlement of a claim (T B 647455 dated October 29, 1965).			
Returning water to original channel of the Philips River BC.....		40,000	38,775
Total construction or acquisition of build- ings and works.....	(13) 1,791,000	1,835,500	1,782,202
Acquisition of equipment.....	1,420,600		
Projects under \$15,000.....		355,000	346,692
Replacement of <i>MV Limanda</i>		45,000	1,211
Contract: St Mary's Bay Industries Ltd \$134,248, no payments.			
New off-shore patrol vessel for Maritimes area.....		853,900	853,719
Contract: Ferguson Industries Limited \$1,707,061, ex- penditure \$853,531.			
Replacement of <i>FPL Sarda</i>		24,400	23,984
New patrol vessel for the Mission Harrison area.....		13,000	12,000
Construction of vessel replacement for <i>Cinderella</i>		74,000	73,089
Contract (1964-65): Newfoundland Shipyards Ltd \$115,884, expenditure \$63,684, to date \$115,884 (final).			
Construction of patrol vessel for Newfoundland area.....		40,000	36,540
Contract: Newfoundland Shipyards Ltd \$104,400, ex- penditure \$36,540.			
Construction of new off-shore patrol vessel for Pacific area..		27,500	26,531
Allotted from Finance Vote 15 contingencies.....	40,000		
Total acquisition of equipment.....	(16) 1,460,600	1,432,800	1,373,766
	\$ 3,251,600	\$ 3,268,300	\$ 3,155,968

Inspection Service

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings and works.....	163,800		
Projects under \$15,000.....		13,300	8,473
Construction of an office-residence unit at Rose Blanche Nfld.....		18,300	326
Renovation of fish inspection laboratory at Shippegan NB		120,000	109,610
*Contract: A C Mallet et Fils Compagnie Ltee \$114,237, expenditure \$104,782 including holdbacks \$5,239. John P Mooney and Associates Saint John NB received \$3,855 for consultant fees.			
Construction of office-residence at Harbour Breton Nfld..		38,000	37,511
Total construction or acquisition of buildings and works.....	(13) 163,800	189,600	155,920
Acquisition of equipment.....	(16) 94,200	98,200	84,172
	<u>\$ 258,000</u>	<u>\$ 287,800</u>	<u>\$ 240,092</u>

Fishermen's Indemnity Plan administration

	Estimates	Allotments	Expenditures
Acquisition of equipment.....	(16)\$ 9,000	\$ 7,300	\$ 5,575

Acquisition of land for the International Pacific Salmon Fisheries Commission as required by article VIII of the convention (Chap. II, Statutes of 1957)

	Estimates	Allotments	Expenditures
Acquisition of land for the International Pacific Salmon Fisheries Commission.....	(13) \$ 1,000	\$ 1,000	\$ 140

Newfoundland Bait Service

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings and works.....	215,000		
Reconstruction of wharf at Long Harbour Nfld.....		50,000	49,044
Extension of bait depot wharf Rencontre West.....		19,500	19,450
Construction of eight bait holding units.....		47,700	46,938
Construction of sharp freezing depot at West Ste Modeste Labrador.....		51,000	29,423
Total construction or acquisition of buildings and works.....	(13) 215,000	168,200	144,855
Acquisition of equipment.....	16,000		
Projects under \$15,000.....		6,000	5,744
Preliminary plans for new bait vessel.....		10,000	
Total acquisition of equipment.....	(16) 16,000	16,000	5,744
	<u>\$ 231,000</u>	<u>\$ 184,200</u>	<u>\$ 150,599</u>
Total Vote 10.....	<u>\$ 3,992,600</u>	<u>\$ 3,992,600</u>	<u>\$ 3,756,222</u>

*Awarded through the Department of Public Works.

Vote 15 Grants, contributions and subsidies in the amounts and subject to the terms specified in the sub-vote titles listed in the details of Estimates	1,710,000
Vote 15b	2,150,000
Vote 15d	866,000
Vote 15e	150,000
	4,876,000
Expenditures	\$ 3,931,768

Educational work in fisheries techniques and co-operative producing and selling among fishermen

	Estimates	Allotments	Expenditures
St Francis Xavier University Antigonish NS	65,000	65,000	60,786
Social Economic Service Ste Anne de la Pocatiere Que	34,000	34,000	34,000
University of British Columbia Vancouver	14,000	14,000	13,026
Memorial University of Newfoundland St John's	37,000	37,000	28,276
(20) \$	150,000	\$ 150,000	\$ 136,088

Payments from this sub-vote were made to the above educational institutions which have agreed to carry out adult educational work among fishermen.

Payment, subject to such terms and conditions as the Governor in Council prescribes, of assistance to producers of salted fish on products designated by the Governor in Council, in the amount of 50% of the laid down cost of salt purchased for their production, including authority to charge administrative costs to the vote in these Estimates which provides for administration of the Fisheries Prices Support Act

	Estimates	Allotments	Expenditures
Assistance to producers of salted fish (20) \$	600,000	\$ 600,000	\$ 565,111

Assistance, in accordance with terms and conditions approved by the Governor in Council, for the construction of fishing vessels in respect of which capital subsidies are not payable pursuant to any other federal authorization

	Estimates	Allotments	Expenditures
Assistance (20) \$	2,350,000	\$ 2,350,000	\$ 1,771,215

P.C. 1961-1333, September 19, 1961, authorized the Minister of Fisheries to enter into agreements with the Fishermen's Loan Board of any of the provinces on the Atlantic coast and the Province of Quebec, in respect of the above assistance and, subsequently, to make payments for the construction of such vessels.

The above expenditures represent payments to: Fisheries Loan Board of Newfoundland \$119,008, Fishermen's Loan Board of Nova Scotia \$1,183,700, Fishermen's Loan Board of Prince Edward Island \$6,733, Fishermen's Loan Board of New Brunswick \$296,730, Fishermen's Loan Board of Quebec \$165,044.

Assistance in the construction of bait freezing and storage facilities, subject to the regulations established by the Governor in Council

	Estimates	Allotments	Expenditures
Assistance (20) \$	60,000	\$ 60,000	\$ 46,786

The expenditures comprised subsidy payments made under authority of P.C. 1959-904, July 16, 1959 to: Mitchell Atkinson Abbott's Harbour Middle West Pubnico NS \$5,250, D'Entremont Fisheries Limited Lower West Pubnico NS \$10,000, H Hopkins Limited Port Morien NS \$7,380, Northwest Harbour Fisheries Ltd Northwest Harbour NS \$5,025, Pierce Fisheries Limited Lockeport NS \$10,000, L LeRoy Quinlan Clark's Harbour NS \$6,431, Walter Surette Lower West Pubnico NS \$2,700.

Contribution for the expansion of the public aquarium at Vancouver, British Columbia, in accordance with an agreement to be entered into by the Minister of Fisheries, with the approval of the Governor in Council, the total cost to be borne in equal shares by the Government of Canada, the Government of British Columbia and the city of Vancouver, the contribution of the Government of Canada not to exceed \$300,000

	Estimates	Allotments	Expenditures
Amount required for 1965-66.....	(20)\$ 300,000	\$ 300,000	\$ 249,774

Contribution by Canada in accordance with an agreement entered into with Newfoundland with the approval of the Governor in Council to assist in the cost of relocating Newfoundland families from isolated fishing areas to established communities

	Estimates	Allotments	Expenditures
Contribution.....	(20)\$ 400,000	\$ 400,000	\$ 150,016

Payment subject to such terms and conditions as the Governor in Council prescribes, of assistance to fishermen whose income from fishing in the calendar year 1965 was less than their income from fishing in 1964, due to circumstances beyond the control of such fishermen

	Estimates	Allotments	Expenditures
Assistance.....	(20)\$ 1,000,000	\$ 1,000,000	\$ 996,778

Contribution, subject to terms and conditions prescribed by the Governor in Council, to assist lobster fishermen in Halifax and Guysborough counties, Nova Scotia, in meeting losses due to storms in 1965

	Estimates	Allotments	Expenditures
Contribution.....	(20)\$ 16,000	\$ 16,000	\$ 16,000
Total Vote 15.....	<u>\$ 4,876,000</u>	<u>\$ 4,876,000</u>	<u>\$ 3,931,768</u>

Fishing Bounty, (Chap. 61, R.S.).....	(20) \$ 159,964
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Under authority of the Deep Sea Fisheries Act, the Governor in Council may authorize the payment, out of the Consolidated Revenue Fund, of an annual grant not exceeding \$160,000 to aid in the development of the sea fisheries of Canada by the encouragement of the building and fitting out of improved fishing vessels and the improvement of conditions for fishermen.

P.C. 1966-592, Mar 31, 1966 provided for the distribution of the above amount for the fiscal year 1965-66 to owners of vessels and boats, and to fishermen who have complied with the regulations, upon the following basis:

Boats: owners, \$1 per boat; fishermen, \$10.90 each.

Vessels: owners, \$1 per registered ton, provided however that the payment to the owner shall not exceed the sum of \$80.00; fishermen, \$10.90 each. Details of the distribution follow:

Province	Boats	Men	Amount	Vessels	Men	Amount	Total
Nova Scotia.....	1,973	2,784	32,319	765	3,075	53,046	85,365
Prince Edward Island.....	605	956	11,025	20	79	1,514	12,539
New Brunswick.....	426	723	8,306	369	983	17,529	25,835
Quebec.....	1,333	2,166	24,943	157	624	11,282	36,225
	<u>4,337</u>	<u>6,629</u>	<u>\$ 76,593</u>	<u>1,311</u>	<u>4,761</u>	<u>\$ 83,371</u>	<u>\$ 159,964</u>

SPECIAL

Vote 17e Estimated amount required to recoup the fishing vessel indemnity account and the lobster trap indemnity account established under Vote 540 of the Appropriation Act No. 5, 1955 and Vote 527 of the Appropriation Act No. 6, 1956, to cover the net operating losses in the said accounts as at March 31, 1966

Expenditures..... (22) \$ 55,999

56,000

See fishermen's indemnity plan account under the schedule, Other Loans and Investments—Miscellaneous, in volume I of this report.

FISHERIES RESEARCH BOARD OF CANADA

The Fisheries Research Board of Canada, replacing the Biological Board of Canada, was established by the Fisheries Research Board Act, c. 121, R.S., as amended, to have charge of all Federal fishery research stations in Canada and to conduct and have the control of investigations of practical and economic problems connected with marine and fresh water fisheries, flora and fauna, and such other work as may be assigned to it by the Minister.

The research work conducted by the Board includes all phases of the biology of fish stocks—including their reproduction, growth, enemies, behaviour and catchability; it also investigates the physics and chemistry of oceans and lakes as they affect fish production, methods and apparatus for catching fish and other valuable marine organisms, and the handling, processing, chemical composition, nutritive value and utilization of all fishery products.

The board consists of a chairman and not more than eighteen other members. A majority of the members of the Board, not including the chairman, shall be scientists and the remaining members of the Board shall be representative of the department and the fishing industry. As at 31 March, 1966 the Board was comprised of the chairman, 10 scientific members, 7 members representing the fishing industry and 1 representing the department.

Section 14 of the Act provides that the Board may expend such sums as are necessary for its work from moneys appropriated by Parliament, or from funds received through bequests, donations, the sale of natural history specimens, or from any other source.

Vote 20 Administration, operation and maintenance including an amount of \$100,000 for grants for Fisheries Research and for Scholarships and authority to make recoverable advances of amounts not exceeding in the aggregate the amount of the share of the International Great Lakes Fishery Commission of the cost of work on lamprey control and lamprey research.....

6,906,000

Vote 20b.....

388,300

Transfer from Department of Finance Vote 15 contingencies.....

242,000

7,536,300

Expenditures.....

\$ 7,239,474

Total revenue arising from the above expenditures amounted to \$25,214.

Headquarters administration

	Estimates	Allotments	Expenditures
Salaries and wages.....\$ 205,000			
Transfer from Department of Finance Vote 15 contingencies..... 10,410			
	(1) 215,410	222,493	222,493
Professional and special services.....	(4) 1,000	298	297
Travelling expenses.....	(5) 20,000	28,255	28,106
Freight, express and cartage.....	(6) 400	495	491
Postage.....	(7) 300	19	19
Telephones and telegrams.....	(8) 2,500	6,755	6,754
Publication of reports and other material.....	(9) 80,000	94,185	94,181
Advertising.....	(10) 100	475	471
Office stationery and supplies.....	(11) 7,900	8,180	8,176
Materials and supplies.....	(12)	15	12
Rental of space.....	(15) 300	450	450
Travelling expenses of board members.....	(22) 12,000	23,617	23,606
Sundries.....	(22) 500	173	173
	<u>\$ 340,410</u>	<u>\$ 385,410</u>	<u>\$ 385,229</u>

Revenue arising from the above expenditures amounted to \$5,830 and consisted of *Privileges, licences and permits* \$5,830—rentals \$2,582 and miscellaneous \$3,248 and under section 14 of the Fisheries Research Board Act, were used to reduce expenditures charged to this vote.

The board members were: Dr F R Hayes, chairman; Dr W M Sprules whose salary was paid from Vote 1; C W Argue Fredericton, J M R Beveridge Wolfville NS, I McT Cowan Vancouver, D B DeLury Toronto, O F Denstedt Montreal, M K Eriksen Prince Rupert B C, H Favre Montreal, G Filteau Quebec, F E J Fry Toronto, W S Hoar Vancouver, G LeBlanc Montreal, L E Marion Ottawa, M McLean Wheatley Ont, M O Morgan St John's, R L Payne Vancouver, G L Pickard Vancouver, H A Russell St John's, S Sinclair Winnipeg, R G Smith Halifax and W L Williamson St Andrews N B who were paid a \$45 per diem allowance.

Operation and maintenance including an amount of \$100,000 for grants for fisheries research and for scholarships, and authority to make recoverable advances in amounts not exceeding in the aggregate the amount of the share of the International Great Lakes Fishery Commission of the cost of work on lamprey control and lamprey research

		Estimates	Allotments	Expenditures
Salaries and wages.....				\$4,608,300
Transfer from Department of Finance Vote 15 contingencies.....				231,590
	(1)	4,839,890	4,800,890	4,540,661
Overtime.....	(1)	40,200	79,200	79,078
Special allowances.....	(2)	47,000	47,000	40,624
A Special services.....	(4)	70,000	186,800	186,680
Travelling expenses.....	(5)	239,700	239,700	231,271
Freight, express and cartage.....	(6)	41,700	41,700	31,500
Postage.....	(7)	7,400	9,650	9,625
Telephones and telegrams.....	(8)	40,600	51,600	51,296
Publication of circulars.....	(9)	18,000	19,950	19,939
Advertising.....	(10)	2,950	9,475	9,465
Office stationery, supplies and equipment.....	(11)	124,300	143,600	143,560
Materials and supplies.....	(12)	1,235,630	990,005	964,717
Repairs and upkeep of buildings and works.....	(14)	91,900	71,900	69,497
Rental of land and buildings.....	(15)	30,600	30,600	5,413
Repairs and upkeep of equipment and vessels.....	(17)	260,000	318,500	318,458
Charter and rental of equipment.....	(18)	290,550	290,550	261,091
Light, heat and power.....	(19)	101,100	101,100	92,092
Grants for fisheries research, including \$20,000 grant to the University of Toronto for limnological research..	(20)	70,000	70,000	56,065
B Scholarships.....	(20)	30,000	30,000	24,910
Unemployment insurance contributions and other benefits for personal services.....	(21)	1,515	1,515	681
Sundries.....	(22)	29,855	34,155	34,087
		7,612,890	7,567,890	7,170,710
C Less—Funds to be provided by the International Great Lakes Fishery Commission for work on lamprey control and lamprey research.....	(34)	417,000	417,000	316,465
		\$ 7,195,890	\$ 7,150,890	\$ 6,854,245

Revenue arising from the above expenditures amounted to \$19,384 and consisted of *Services and Service fees* \$19,384—Great Lakes Fishery Commission \$19,384.

A Payments by services with individual payments of \$2,000 or over were:

Analyst fees \$4,273.

Commissionaire services \$26,507—Canadian Corps of Commissionaires Montreal \$26,507.

Films production \$21,200—National Film Board \$21,200.

Janitorial services \$35,005—Mucow Cleaning Services Halifax \$8,100, Stewart Lee Ltd Nanaimo B C \$15,120, Herman Yuret St Andrews N B \$8,363.

Miscellaneous fees \$37,509.

Programming—Data processing \$27,986—International Business Machines London Ont \$27,986.

Scientific consultant fees \$22,027—R A McKenzie St Andrews N B \$2,000, B C Research Council Vancouver \$7,000, University of B C Vancouver \$10,960.

Technician fees \$11,618.

B Payment was made to the National Research Council covering post graduate scholarship awards made by the Council in connection with fields of study related to the Fisheries Research Board's work and, in addition, three scholarships were awarded by the Board to undergraduate students to continue work towards a B Sc in Biology at Memorial University of Newfoundland St John's.

C Funds provided by the Great Lakes Fishery Commission for work on lamprey control and lamprey research are recorded in the Great Lakes Fishery Commission—Lamprey research and control account—which will be found under the schedule, Deposit and Trust Accounts, in volume I of this report. From time to time, amounts to cover expenditures made from this appropriation are transferred hereto from the account.

Further details are contained in the following distribution of expenditures which was maintained during the fiscal year under authority of Treasury Board.

	Estimates	Allotments	Expenditures
Biological research stations and units			
St John's.....	952,300	900,250	883,599
St Andrews NB.....	1,243,800	1,219,925	1,192,892
Arctic Unit (Montreal).....	348,000	368,300	333,125
London Ont.....	828,700	856,275	698,224
Nanaimo BC.....	2,073,000	2,143,250	2,092,510
Technological research stations and units			
St John's.....	82,000	72,665	65,023
Halifax.....	619,000	702,300	695,752
Grande-Riviere Que.....	127,500	117,635	117,134
London Ont.....	121,000	123,300	86,260
Vancouver.....	422,000	441,950	423,287
Oceanographic groups			
Halifax.....	240,000	250,300	229,896
Nanaimo BC.....	224,000	271,740	273,931
Grants for fisheries research.....	70,000	70,000	54,167
Scholarships.....	30,000	30,000	24,910
Transfer from Finance Vote 15 contingencies.....	231,590		
	7,612,890	7,567,890	7,170,710
Less—Funds to be provided by the International Great Lakes Fishery Commission for work on lamprey control and lamprey research (in respect of London Ont biological station).....	417,000	417,000	316,465
	\$ 7,195,890	\$ 7,150,890	\$ 6,854,245
Total Vote 20.....	\$ 7,536,300	\$ 7,536,300	\$ 7,239,474

Vote 25 Construction or acquisition of buildings, works, land and equipment. 2,100,000
Expenditures..... \$ 1,778,245

	Estimates	Allotments	Expenditures
Construction of buildings and works.....	1,054,000		
Projects under \$15,000.....		68,500	48,527
New wharf and net shed St John's			
Funds transferred to cover payments for other construction (T B 653440 dated March 24, 1966).			
Complete new laboratory Ste Anne de Bellevue Que.....		54,500	37,273
*Contract (1964-65): McNamara Quebec Limited \$418,518, expenditure \$2,267, to date \$418,518 (final). Maurice Legare Montreal received \$2,412 for consultant fees.			
Addition to main building and holding facilities St John's.		10,000	855
New laboratory St Andrews N B.....		15,500	
Outdoor fish pond St Andrews N B.....		40,000	3,745

	Estimates	Allotments	Expenditures
New laboratory Nanaimo B C		124,000	63,772
*Contract: British Columbia Bridge & Dredging Company Limited \$136,222 for waterfront development, phase 1, expenditure \$43,700 including holdbacks \$2,185. Engineering Drillers Ltd Vancouver received \$3,251 for professional fees. Duncan McNab & Associates Vancouver received \$15,600 for consultant fees.			
Complete renovations to refrigeration building St John's ..		62,000	62,000
Modifications to refrigeration system Halifax		9,500	5,671
Refrigeration system St Andrews N B		10,000	
Lobster culture facilities Nanaimo B C		50,000	49,480
Complete live holding facilities Halifax		6,000	5,996
Construction of sewer system Nanaimo B C		15,000	15,000
Construction of live fish holding facilities St Andrews N B ..		40,000	34,273
New building Sault Ste Marie Ont.		60,000	55,741
New transformer vault and electrical distribution system technological research laboratory Halifax		18,000	16,280
New boiler room and heating system for salt water Halifax ..		65,000	63,232
Fish marking facilities and accommodation Nanaimo B C ..		75,000	74,163
Total construction of buildings and works (13)	1,054,000	723,000	536,008
Construction of vessels	646,000		
Research vessel <i>E E Prince</i>		768,000	665,586
†Contract (1964-65): Port Weller Dry Docks Ltd \$1,088,454, expenditure \$544,241, to date \$653,086.			
Aluminum seine skiff Nanaimo B C			
Funds transferred to cover payments for other construction (T B 651430 dated February 11, 1966).			
Construction of work boat Nanaimo B C		65,000	59,298
Work boat and boat house Nanaimo B C		49,000	48,016
Purchase of vessel <i>Miss Valerie</i> Dartmouth N S		30,000	24,539
Total construction of vessels	(16) 646,000	912,000	797,439
Acquisition of equipment	(16) 400,000	465,000	444,798
	<u>\$ 2,100,000</u>	<u>\$ 2,100,000</u>	<u>\$ 1,778,245</u>

*Awarded through the Department of Public Works.

†Awarded through the Department of Transport.

Refunds of amounts credited to revenue in previous years, Financial Administration

Act c. 116, R.S., as amended..... (22) \$ 612

Statement of expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages	15,208,000	14,797,544	13,186,719
(2) Civilian allowances	283,800	292,638	287,049
(4) Professional and special services	275,000	383,158	211,801
(5) Travelling and removal expenses	1,091,800	1,148,111	1,036,161
(6) Freight, express and cartage	74,800	62,570	56,281
(7) Postage	37,200	38,641	36,416
(8) Telephones, telegrams and other communication services ..	172,100	226,619	182,977
(9) Publication of departmental reports and other material ..	167,300	167,939	125,065
(10) Exhibits, advertising, films, broadcasting and displays ..	138,850	141,587	84,584
(11) Office stationery, supplies, equipment and furnishings	241,300	261,165	217,754

DEPARTMENT OF FISHERIES

16-19

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(12) Materials and supplies	2,486,730	2,143,219	2,004,972
Buildings and works including land—			
(13) Construction or acquisition	3,434,800	2,780,058	1,177,774
(14) Repairs and upkeep	312,600	271,448	303,743
(15) Rentals	51,900	26,061	40,810
Equipment—			
(16) Construction or acquisition	2,668,100	2,761,800	1,306,526
(17) Repairs and upkeep	746,600	806,087	763,856
(18) Rentals	916,750	773,318	678,946
(19) Municipal or public utility services	178,600	162,209	144,351
(20) Contributions, grants, subsidies, etc., not included else- where—			
Fishing bounty, deep sea fisheries	159,964	159,964	159,004
Payments to universities	150,000	136,088	119,412
Assistance to producers of salted fish	600,000	565,111	600,000
Assistance in construction of fishing vessels	2,350,000	1,771,216	800,000
Sundry	1,889,000	1,550,329	99,829
	5,148,964	4,182,708	1,778,245
(21) Pensions, superannuation, and other benefits	17,815	17,322	17,452
(22) All other expenditures	4,296,168	3,398,739	2,267,615
	37,949,177	34,842,941	25,909,097
(34) Less—estimated savings and recoverable items	417,000	316,465	315,836
Total	<u>\$37,532,177</u>	<u>\$34,526,476</u>	<u>\$25,593,261</u>

Estimated value of major services not included
in this department's appropriations

	1965-66	1964-65
Accommodation—provided by the Department of Public Works	620,700	659,000
Accommodation—in this Department's own buildings	718,000	709,500
Accounting and cheque issue services—Comptroller of the Treasury	276,700	266,000
Contributions to superannuation account—Department of Finance	746,500	694,800
Employee surgical-medical insurance premiums—Department of Finance	70,100	73,400
Employee compensation payments—Department of Labour	36,500	35,000
Carrying of franked mail—Post Office Department	14,500	15,200
	<u>\$ 2,483,000</u>	<u>\$ 2,452,900</u>

Payments of Damage Claims

Particulars and payee	Authority	Amount
Damages resulting from an automobile accident at Candiac Que, charged to Vote 5.		
Federal Insurance Company	P.C. 1960-11/944 July 15, 1960..	1,988
Alfred Rajotte	P.C. 1960-11/944 July 15, 1960..	4,000
Sundry claims, each under \$1,000 (30)		3,591
		<u>\$ 9,579</u>

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
A Return on investments	809,815 32	640,350 75
B Privileges, licences and permits	186,637 21	128,664 38
C Proceeds from sales	187,025 54	126,788 35
D Services and service fees	26,984 24	28,605 44
E Refunds of previous years' expenditure	10,151 27	11,140 58
F Miscellaneous	60,171 33	41,891 62
Total	<u>\$ 1,280,784 91</u>	<u>\$ 977,441 12</u>

Details

Non-Tax Revenue—

A	Return on investments: Net profit from sale of sealskins transferred from Fisheries revolving fund \$809,815	809,815
B	Privileges, licences and permits: Dragger licences, \$3,625; fishing licences, \$135,679; modus vivendi licences, \$856; oyster leases, \$5,684; trawler licences, \$2,685; rentals of dwellings to employees, \$38,108	186,637
	The Department administers all tidal or sea fisheries (except those of Quebec) and freshwater fisheries in Nova Scotia, Prince Edward Island, New Brunswick, the Northwest Territories and the Yukon Territory. The amounts charged for fishing licences vary according to the nature of activity.	
	"Modus Vivendi" licences were issued to 856 foreign fishing vessels to enable them to purchase supplies in Canadian ports.	
	Oyster leases were issued in the Provinces of Nova Scotia, Prince Edward Island and New Brunswick, the proceeds therefrom being \$530, \$3,539 and \$1,615 respectively.	
C	Proceeds from sales: Sale of fish from experimental fishing \$49,474; sale of fish (Valleyfield, Nfld. experimental fish plant) \$20,538; bait (Newfoundland) \$110,337; sale of oysters, spats, etc. \$2,449; sundries \$4,228	187,026
D	Services and service fees: Great Lakes Fishery Commission, \$19,384; sundries \$7,600	26,984
E	Refunds of previous years' expenditure	10,151
F	Miscellaneous: Fines and forfeitures, \$53,191; sundries \$6,981	60,172
	Total	<u>\$1,280,785</u>

Certified correct.

A. W. H. NEEDLER,
Deputy Minister of Fisheries.

Comparative Statement of Accounts Receivable
at March 31

	1966	1965
Current year—		
Collectible	35,785	2,225
Previous years—		
Collectible	2,319	2,820
	<u>\$ 38,104</u>	<u>\$ 5,045</u>

During the year, 3 items amounting to \$52 were deleted under authority of section 23 of the Financial Administration Act, c. 116, R.S., as amended and one item amounting to \$2,000 was deleted under authority of Department of Finance Vote 16e.

Appendix 1

FISHERIES WORKING CAPITAL ADVANCES

Statement of Operations for the year ended March 31, 1966

Receipts			
Proceeds from sales of 16,797 processed skins.....		1,566,802	
Refund of sales tax.....		215,518	
Miscellaneous.....		130	
		<hr/>	1,782,450
Expenditures			
Special services.....	6		
Travelling expenses.....	168		
Freight.....	15,324		
Dressing and dyeing.....	500,457		
Cases and packing.....	7,442		
Sales Tax.....	215,518		
Customs brokerage.....	188		
Customs Duty.....	217,695		
Commission on sales.....	31,336		
Storage.....	6		
Miscellaneous.....	73		
		<hr/>	988,213
Less: Freight, cases and packing re: 31,155 skins on hand.....		15,578	
		<hr/>	972,635
Profit transferred to Non-Tax Revenue—Return on investments.....			<u>\$ 809,815</u>

Certified

J. M. WILKINSON

Chief Treasury Officer

Approved

A. W. H. NEEDLER

Deputy Minister

Appendix 2

FISHERIES PRICES SUPPORT BOARD

Statements of Operations for the fiscal year ended March 31, 1966

Pickled alewives program (1962 and 1963 production)

Deficiency payment.....		\$	3,007
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Dried salted hake cusk and pollock program, Nova Scotia, New Brunswick and Prince Edward Island production

Sales.....			298,252
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Deduct

Cost of goods sold:

Purchases as at March 31, 1966.....	\$	298,252
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Freight.....		30,698
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Handling charges.....		1,645
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		<u>330,595</u>
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Loss.....		\$	<u>32,343</u>
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Dried salted cod program, Newfoundland and Quebec production

Sales.....			101,024
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Deduct

Purchases as at March 31, 1966.....	\$	188,388
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Reconditioning.....		17,167
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Wharfage.....		176
---------------	--	-----

Freight.....		427
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Storage.....		5,300
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Handling charges.....		942
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		<u>212,400</u>
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Loss.....		\$	<u>111,376</u>
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1965-66

PUBLIC ACCOUNTS

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DEPARTMENT OF FORESTRY

•

Details of

EXPENDITURES AND REVENUES

•

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DEPARTMENT OF FORESTRY

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
17-2	Stat.	Minister of Forestry—Salary and motor car allowance.....	16,999 92	16,999 92	17,097 69
17-3	1	Departmental administration.....	1,089,100 00	1,068,912 21	748,886 43
17-3	3	Construction of extension to research laboratory in Pointe Claire, Quebec.....	1,700,000 00	1,381,772 81	599,859 95
17-4	5	Contributions to the provinces.....	8,735,000 00	8,567,609 93	8,469,507 58
17-5	10	Freight assistance on western fee grains including assistance in respect of grain storage costs..	21,000,000 00	20,999,593 96	19,114,857 38
FORESTRY					
17-5	15	Administration, operation and maintenance....	9,448,400 00	9,377,285 49	8,412,624 06
17-8	20	Construction or acquisition of buildings, works, land and equipment.....	1,722,000 00 11,170,400 00	1,517,591 49 10,894,876 98	2,429,359 01 10,841,983 07
RURAL DEVELOPMENT					
17-9	25	Agricultural Rehabilitation and Development Act program and Maritime Marshland Rehabilitation Act program—Administration, operation and maintenance.....	823,700 00	789,937 85	615,589 82
17-10	30	Agricultural Rehabilitation and Development Act program and Maritime Marshland Rehabilitation Act program—Construction or acquisition of buildings, works, land and equipment.....	848,900 00	359,184 11	201,165 67
17-11	35	Payments in respect of projects and programs under the Agricultural Rehabilitation and Development Act.....	16,880,000 00 18,552,600 00	13,010,985 81 14,160,107 77	9,145,490 29 9,962,245 78
GENERAL					
17-11	11	Payment in respect of extra costs resulting from unloading the S.S. <i>Wheat King</i> at Quebec while en route to deliver grain at Halifax.....	58,400 00	43,978 63	
17-11	Stat.	Gratuities to families of deceased employees....	725 00	725 00	
Total.....			\$62,323,224 92	\$57,134,577 21	\$49,754,437 88

Salary of Minister, Hon M Sauv�, Salaries Act, c. 243, R.S., as amended.....	(1) \$15,000
Motor car allowance to Minister, c. 249, R.S., as amended.....	(2) \$ 2,000

Hon M Sauv  received travelling expenses of \$13,839 charged to Vote 1.

DEPARTMENT OF FORESTRY

17-3

Vote 1 Departmental administration.....	1,027,500
Transfer from Department of Finance Vote 15 contingencies.....	61,600
	<u>1,089,100</u>
Expenditures.....	<u>\$1,068,912</u>

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Salaries and wages.....	\$ 802,000			
Transfer from Department of Finance Vote 15 contingencies.....	61,600			
	(1)	863,600	870,600	868,624
Overtime.....	(1)	1,300	2,200	2,118
A Professional and special services.....	(4)	48,900	23,900	20,656
Travelling expenses—Field investigations.....	(5)	8,700	1,700	1,345
Other travelling and removal expenses.....	(5)	56,200	66,200	59,979
Freight, express and cartage.....	(6)	4,700	2,300	1,886
Postage.....	(7)	2,000	2,000	2,000
Telephones and telegrams.....	(8)	13,800	24,300	23,443
Publication of departmental reports and other material.....	(9)	11,000	6,000	1,671
Office stationery, supplies and equipment.....	(11)	23,400	34,400	33,194
Materials and supplies.....	(12)	15,400	15,400	15,263
B Acquisition of equipment.....	(16)	36,500	36,500	35,994
Repairs and upkeep of equipment.....	(17)	1,500	1,500	813
Sundries.....	(22)	2,100	2,100	1,926
		<u>\$ 1,089,100</u>	<u>\$ 1,089,100</u>	<u>\$ 1,068,912</u>

This vote was provided for the operation and maintenance of, and acquisition of equipment for, the offices of the Minister, the Deputy Minister, and senior advisors and the Personnel, Information, Administrative Services and Feed Grain Administration Units.

Revenue arising from the above expenditures amounted to \$913 and consisted of *Privileges, licences and permits*—\$889; *Proceeds from sales*—\$24.

A Payments by services with individual payments of \$2000 or over were:

Consultant fees \$11,000—Carleton University Ottawa \$11,000.

Press clipping services \$2,143—Bowdens Canadian Press Clipping Ltd Toronto \$2,143.

Stenographic services \$1,341.

Editing fees \$2,121—Marguerite Beaudet Ottawa \$2,121.

Miscellaneous services \$4,051.

B Included: drafting equipment \$7,083, photographic equipment \$23,730, scientific equipment \$124, transportation equipment \$4,210.

Vote 3 Construction of extension to research laboratory in Pointe Claire Quebec for use by the Pulp and Paper Research Institute of Canada..... 1,700,000

Expenditures..... (13) \$1,381,773

*Contracts: (a) Ron Engineering and Construction (Quebec) Limited \$1,456,368, expenditures \$859,703, including holdbacks \$42,985; (b) (1964-65) L Gordon Tarlton Ltd \$847,118, expenditures \$301,054, to date \$847,118 (final).

Dobush, Stewart & Bourke Montreal received \$81,225 for consultant fees.

*Awarded through the Department of Public Works.

Vote 5 Contributions to the provinces in the amounts and subject to the terms specified in the details of estimates	7,910,000
Vote 5b.....	675,000
Vote 5e.....	150,000
	8,735,000
Expenditures.....	\$ 8,567,610

Contributions to the provinces, pursuant to agreements entered into with the approval of the Governor in Council, in respect of forest inventories, re-forestation, forest fire protection, forest access road construction and stand improvement

	Estimates	Allotments	Expenditures
Contributions..... (20)	\$ 7,910,000	\$ 7,910,000	\$ 7,908,509
Expenditures by provinces were as follows:			
Newfoundland			256,432
Nova Scotia.....			148,593
Prince Edward Island.....			40,000
New Brunswick.....			222,107
Quebec.....			1,899,222
Ontario.....			1,655,040
Manitoba.....			506,280
Saskatchewan.....			368,520
Alberta.....			1,002,363
British Columbia.....			1,809,952
			\$ 7,908,509

Expenditures to date under these programs were \$55,987,618.

Contribution to the Province of New Brunswick for assistance in a program designed to combat the spruce budworm infestation, in accordance with an agreement to be entered into by Canada and the province

	Estimates	Allotments	Expenditures
Contributions..... (20)	\$ 675,000	\$ 675,000	\$ 580,009

Expenditures to date under this program were \$6,109,534.

Contribution to Nova Scotia, in accordance with terms and conditions approved by the Governor in Council, in respect of a program of forest improvement projects which provide employment in Cape Breton

	Estimates	Allotments	Expenditures
Contributions..... (20)	\$ 30,000	\$ 30,000	\$ 19,424

Expenditures to date on this program were \$663,375.

Contribution to Newfoundland in accordance with an agreement between Canada and the province for assistance in a program designed to obtain for Newfoundland (including Labrador) an inventory of the forest resources and to carry out land capability studies

	Estimates	Allotments	Expenditures
Contributions..... (20)	\$ 50,000	\$ 50,000	

DEPARTMENT OF FORESTRY

17-5

Contribution to Quebec in accordance with an agreement between Canada and the province for assistance in a program designed to combat the jack-pine sawfly infestation in the St Maurice region of Quebec

	Estimates	Allotments	Expenditures
Contributions..... (20)	\$70,000	\$70,000	\$59,668
Total Vote 5	\$8,735,000	\$8,735,000	\$8,567,610
Vote 10 Freight assistance on western feed grains including assistance in respect of grain storage costs in accordance with terms and conditions prescribed by the Governor in Council			19,500,000
Vote 10d			1,500,000
			21,000,000
Expenditures (20)			\$ 20,999,594

This vote was provided for payment of transportation assistance at specified rates on western feed grains for feed for livestock and poultry, shipped to Eastern Canada and British Columbia and storage costs on western wheat, oats and barley in store in Eastern Canada. Storage assistance is paid on grain in store in the Halifax elevator between September 15 in any year and April 15 in the year next following, both dates inclusive and on grain in store in any other licenced storage facilities in Eastern Canada between October 15 in any year and April 15 in the year next following, both dates inclusive. The purpose of the policy is that feeders of livestock and poultry will receive the full benefit of the subsidy in prices paid for feed and to ensure an adequate and orderly supply of western feed grains in Eastern Canada.

The following is a statement of expenditures since inception of the policy:

	1965-66	Total to date
Transportation assistance—		
Grain shipped to:		
Eastern Canada	17,725,881	385,662,650
British Columbia.....	2,176,261	42,062,842
	19,902,142	427,725,492
Refunds credited to Non-Tax Revenue—Refunds of previous years' expenditure....	48	114,991
	19,902,094	427,610,501
Storage assistance.....	1,097,452	2,704,530
Refunds credited to Non-Tax Revenue—Refunds of previous years' expenditure....	258	342
	1,097,194	2,704,188
	\$ 20,999,288	\$430,314,689

FORESTRY

Vote 15 Administration, operation and maintenance including grants as detailed in the Estimates	8,885,600
Transfer from Department of Finance Vote 15 contingencies	562,800
	9,448,400
Expenditures	\$ 9,377,285

Total revenue arising from the above expenditures amounted to \$173,180.

The following distribution of expenditures was maintained under authority of Treasury Board.

	Allotments	Expenditures
Salaries, wages and overtime.....	6,767,200	6,767,200
Transfer from Department of Finance Vote 15 contingencies.....	562,800	546,414
	7,330,000	7,313,614
Forestry headquarters.....	655,990	629,640
National establishments.....	404,240	402,856
Newfoundland region.....	51,470	51,939

	<u>Allotments</u>	<u>Expenditures</u>
Maritime region.....	225,725	213,391
Quebec region.....	125,415	123,725
Ontario region.....	216,610	214,326
Manitoba—Saskatchewan region.....	110,610	105,715
Alberta region.....	115,770	115,673
British Columbia region.....	209,570	206,406
	<u>\$ 9,448,400</u>	<u>\$ 9,377,285</u>

Administration including grants as detailed in the Estimates

	<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Salaries and wages.....\$ 678,800			
Transfer from Department of Finance Vote 15 contingencies..... 27,600			
	(1) 706,400	694,900	687,469
Overtime.....	(1) 2,400	2,400	1,196
A Professional and special services.....	(4) 73,000	73,000	68,787
Travelling expenses—Field investigations.....	(5) 23,500	6,500	6,457
Other travelling and removal expenses.....	(5) 79,100	87,150	87,138
Freight, express and cartage.....	(6) 7,100	2,300	1,652
Postage.....	(7) 1,200	1,200	650
Telephone and telegrams.....	(8) 10,800	19,400	19,387
Publication of departmental reports and other material.....	(9) 194,800	165,250	148,160
Advertising and films.....	(10) 67,000	69,900	69,893
Office stationery, supplies and equipment.....	(11) 40,600	55,700	55,655
Rental of data processing equipment.....	(11) 77,400	40,625	39,447
Materials and supplies.....	(12) 12,500	12,500	8,753
Rental of buildings.....	(15) 100	100	
Repairs and upkeep of equipment.....	(17) 2,600	2,600	2,357
Rental of equipment.....	(18) 2,600	9,450	9,410
Memberships in scientific institutions.....	(20) 2,600	2,600	1,832
Grants in aid of forestry research.....	(20) 62,900	62,900	67,839
Grant to Commonwealth Forestry Institute (£2,000).....	(20) 6,000	6,000	6,000
Grant to Canadian Forestry Association.....	(20) 25,000	25,000	25,000
Canada's share of the cost of developing a multilingual forestry terminology.....	(22) 5,000	5,400	5,400
B Remuneration and expenses of the federal member of the Eastern Rockies Forest Conservation Board.....	(22) 5,600	5,600	1,209
Sundries.....	(22) 5,200	6,125	6,111
	<u>\$1,413,400</u>	<u>\$1,356,600</u>	<u>\$1,319,802</u>

This sub-vote was provided for the operation and maintenance of the Forestry Branch Headquarters including grants to the Canadian Forestry Association and the Commonwealth Forestry Institute and grants in aid in forestry research in universities and other scientific organizations in Canada.

Revenue arising from the above expenditures amounted to \$5,220 and consisted of *Privileges, licences and permits*—\$4,930; *Proceeds from sales*—\$162; *Services and service fees*—\$85; *Miscellaneous*—\$43.

- A Payments by services with individual payments of \$2,000 or over were:
Biological research \$32,827—Commonwealth Institute of Biological Control, Belleville Ont. \$9,361.
Cleaning and char services \$295.
Commercial artist services \$4,013—Fraser Wilson Burnaby B C \$4,013.
Consultant fees \$4,655.
Equipment rentals and machine operators fees \$13,869—Daniel Starch (Canada) Limited Toronto \$4,175, Pick Timber Co Ltd Sault Ste Marie Ont \$3,219, R Rempel Smith Alta \$2,125, Gerald Tremblay Quebec \$4,350.
Press clipping services \$358.
Translator services \$3,640—Andre Metro Ville de Versailles France \$2,140.
Miscellaneous services \$9,130.

- B This expenditure represented the salary, travelling and other expenses of J D B Harrison.

Forest Research

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$5,055,900			
Transfer from Department of Finance Vote 15 contingencies.....	454,000			
		(1) 5,509,900	5,441,900	5,434,254
Overtime.....		(1) 36,800	59,300	59,297
A Professional and special services.....		(4) 123,600	78,600	67,368
Travelling expenses—Field investigations.....		(5) 289,200	244,250	244,120
Other travelling and removal expenses.....		(5) 51,700	83,700	83,468
Freight, express and cartage.....		(6) 9,700	9,700	9,651
Postage.....		(7) 7,300	8,300	8,251
Telephones and telegrams.....		(8) 40,600	48,850	48,826
Publication of departmental reports and other material.....		(9) 5,200	3,200	2,388
Office stationery, supplies and equipment.....		(11) 78,600	87,800	87,799
Rental of data processing equipment.....		(11) 8,700	6,700	6,019
Fuel for heating.....		(12) 64,900	49,900	49,535
Other materials and supplies.....		(12) 232,400	276,400	276,258
Repairs and upkeep of buildings and works.....		(14) 66,300	85,800	85,717
Rental of buildings.....		(15) 5,700	5,700	3,911
Repairs and upkeep of equipment.....		(17) 135,400	124,400	123,505
Rental of equipment.....		(18) 46,100	34,100	33,443
Municipal or public utility services.....		(19) 100,900	101,500	101,458
Memberships in scientific institutions.....		(20) 300	500	493
Unemployment Insurance contributions.....		(21) 4,100	4,100	3,598
Sundries.....		(22) 11,300	19,000	18,976
		\$6,828,700	\$6,773,700	\$6,748,335

This sub-vote was provided for the operation and maintenance of facilities for, and the conduct of, forestry research and management services at regional and institute establishments throughout the country.

Revenue arising from the above expenditures amounted to \$162,661 and consisted of *Privileges, licences and permits* \$130,347—living accommodation and services \$28,254, timber permits \$102,060, sundries \$33; *Proceeds from sales* \$32,009—timber and cordwood \$31,843, sundries \$166; *Services and service fees*—\$260; *Miscellaneous*—\$45.

A Payments by services with individual payments of \$2,000 or over were:

Analyst fees \$2,439—L S Webb Fredericton \$2,250.

Cleaning and char services \$40,902—Deluxe Floor Cleaners Ltd Sault Ste Marie Ont \$4,954, Department of Lands and Forests Toronto \$5,494, Modern Building Cleaning Service of Canada Ltd Quebec \$8,081, Alexander B Reeves Chalk River Ont \$11,580, William Smylie Fredericton \$5,725.

Commissionaire services \$9,159—Canadian Corps of Commissionaires Montreal \$8,544.

Reforestation services \$4,500—William Hall Renfrew Ont \$4,500.

Miscellaneous services \$10,368

Forest Products Research

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$958,300			
Transfer from Department of Finance Vote 15 contingencies.....	81,200			
		(1) 1,039,500	1,130,500	1,130,445
Overtime.....		(1) 1,000	1,000	954
A Professional and special services.....		(4) 25,800	28,000	27,999
Travelling expenses—Field investigations.....		(5) 18,700	18,700	15,484
Other travelling expenses.....		(5) 12,700	13,900	13,882
Freight, express and cartage.....		(6) 2,000	2,000	1,807
Postage.....		(7) 100	400	392
Telephones, telegrams and other communication services.....		(8) 4,300	6,850	6,804
Office stationery, supplies and equipment.....		(11) 16,000	16,000	15,294
Fuel for heating.....		(12) 500	500	335
Other materials and supplies.....		(12) 49,800	59,450	59,435
Repairs and upkeep of buildings and works.....		(14) 10,000	10,000	6,419
Repairs and upkeep of equipment.....		(17) 6,100	8,900	8,857
Municipal or public utility services.....		(19) 19,000	19,000	18,329
Memberships in scientific institutions.....		(20) 700	700	552
Sundries.....		(22) 1,100	2,200	2,160
		\$1,206,300	\$1,318,100	\$1,309,148

This sub-vote was provided for the operation and maintenance of facilities for, and the conduct of, forest products research at two research laboratories.

Revenue arising from the above expenditures amounted to \$5,299 and consisted of *Proceeds from sales*—\$791; *Services and service fees*—\$4,505; *Miscellaneous*—\$3.

A Payments by services with individual payments of \$2,000 or over were:

Analyst fees \$1,054.

Cleaning and char services \$13,137—Excelsior Building Maintenance Ltd Vancouver \$13,137.

Commissionaire services \$11,176—Canadian Corps of Commissionaires Montreal \$10,317.

Patrol services \$1,800.

Miscellaneous services \$832.

Total Vote 15.....	\$9,448,400	\$9,448,400	\$9,377,285
Vote 20 Construction or acquisition of buildings, works, land and equipment.....			1,722,000
Expenditures.....			\$1,517,591

The following distribution of expenditures was maintained under authority of Treasury Board.

	Allotments	Expenditures
Construction or acquisition of buildings, works and land—		
Sault Ste Marie Ont—		
Extension to laboratory building.....	90,500	5,589
Modification to ranger building.....	119,200	105,922
Contract: George Stone & Sons Limited \$121,989, expenditures \$105,497 including holdbacks \$5,275.		
Edmonton—laboratory building.....	1,000	5
Petawawa Forest Experiment Station—construction of new water distribution system	13,400	8,938
Vancouver—extension to laboratory building.....	63,500	63,276
*Contract (1964-65): Doyle Construction Co Ltd \$166,453, expenditures \$58,795, to date \$166,453 (final).		
Victoria—laboratory building.....	138,000	135,512
*Contract (1963-64): Burns and Dutton Construction (1962) Ltd \$2,622,576, expenditures \$105,288, to date \$2,622,576 (final). (T.B. 653643, April 6, 1966, authorized an increase of \$62,930 to provide for additional costs incurred in carrying out the work as directed by the Crown).		
Other projects.....	213,800	172,072
Projects under \$15,000.....	171,600	145,078
	811,000	636,392
Construction or acquisition of equipment.....	911,000	881,199
	\$ 1,722,000	\$ 1,517,591

*Awarded through the Department of Public Works.

Administration

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings and works..... (13)	6,000	6,000	
A Acquisition of equipment..... (16)	29,300	29,300	20,968
	\$ 35,300	\$ 35,300	\$ 20,968

A Included: fire fighting equipment \$1,760, furniture \$3,271, scientific equipment \$9,841, transportation equipment \$3,813.

Forest Research

	Estimates	Allotments	Expenditures
A Construction or acquisition of buildings, work and land..... (13)	882,000	759,000	569,548
B Acquisition of equipment..... (16)	562,400	598,900	598,749
	\$ 1,444,400	\$ 1,357,900	\$ 1,168,297

A Included: consultant fees \$8,646—J L Richards & Associates Ottawa \$8,646; legal fees \$3,197—William Trow Associates Weston Ont \$3,197.

B Included: camp equipment \$3,888, construction equipment \$47,100, farm equipment \$15,854, fire fighting equipment \$5,542, furniture \$5,453, photographic equipment \$11,490, scientific equipment \$5,600, transportation equipment \$176,672.

Forest Products Research

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
A	Construction or acquisition of buildings, works and land.....	(13) 39,000	67,000	66,845
B	Acquisition of equipment.....	(16) 203,300	261,800	261,481
		<u>\$ 242,300</u>	<u>\$ 328,800</u>	<u>\$ 328,326</u>

A Included: consultant fees \$4,481—Thompson Berwick and Pratt Vancouver \$4,481.

B Included: fire fighting equipment \$1,785, scientific equipment \$235,182, transportation equipment \$10,234, workshop equipment \$8,024.

Total Vote 20.....	\$ 1,722,000	\$ 1,722,000	\$ 1,517,591
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RURAL DEVELOPMENT

Vote 25 Agricultural Rehabilitation and Development Act program and Maritime Marshland Rehabilitation Act program—Administration, operation and maintenance.....

798,500

Transfer from Department of Finance Vote 15 contingencies.....

25,200

823,700

Expenditures.....

\$ 789,938

Total revenue arising from the above expenditures amounted to \$155.

Agricultural Rehabilitation and Development Act—Administration, operation and maintenance

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
	Salaries and wages.....			\$193,600
	Transfer from Department of Finance Vote 15 contingencies.....			22,400
		(1) \$ 216,000	231,000	227,258
	Overtime.....	(1) 500	1,300	887
A	Professional and special services.....	(4) 16,000	26,500	24,505
	Travelling and removal expenses.....	(5) 46,000	56,000	55,803
	Freight, express and cartage.....	(6) 500	500	77
	Postage.....	(7) 500	500	500
	Telephones and telegrams.....	(8) 5,000	13,700	11,343
	Publication of reports and other material.....	(9) 27,200	16,200	13,361
	Advertising and films.....	(10) 34,500	10,000	5,000
	Office stationery, supplies and equipment.....	(11) 12,000	15,000	14,999
	Materials and supplies.....	(12) 1,500	1,500	679
	Repairs and upkeep of equipment.....	(17) 100	100	100
	Sundries.....	(22) 2,000	4,500	3,867
		<u>\$ 361,800</u>	<u>\$ 376,800</u>	<u>\$ 358,379</u>

This sub-vote was provided for the staff and operating expenses in administering projects and programs under the Agricultural Rehabilitation and Development Act dated June 22, 1961 and the General Agreement approved by Order in Council P.C. 1962-1291, September 14, 1962 and the new Federal-Provincial Rural Development Agreement approved by Order in Council P.C. 1965-615, April 2, 1965 and in the administration of research projects and other activities under this program.

A Payments by services with individual payments of \$2,000 or over were:

Consultant services \$9,966—D F Symington Ottawa \$9,966.

Mapping services \$1,628—Atlantic Air Survey (1963) Ltd Dartmouth N S \$1,628.

Stenographic services \$2,865—Office Overload Co Ltd Ottawa \$2,865.

Miscellaneous services \$10,046.

Maritime Marshland Rehabilitation Act—Administration, operation and maintenance.

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
	Salaries and wages.....			\$301,700
	Transfer from Department of Finance Vote 15 contingencies.....			2,800
		(1) 304,500	288,300	285,263
	Overtime.....	(1) 1,500	2,700	2,345
	Travelling and removal expenses.....	(5) 25,000	23,600	20,301
	Freight, express and cartage.....	(6) 300	400	366

		Estimates	Allotments	Expenditures
Postage.....	(7)	100	100	13
Telephones and telegrams.....	(8)	3,000	7,000	6,744
Office stationery, supplies and equipment.....	(11)	3,000	5,000	4,826
Materials and supplies.....	(12)	12,500	16,500	16,087
Repairs and upkeep of works.....	(14)	90,000	79,500	72,213
Repairs and upkeep of equipment.....	(17)	20,000	21,500	21,410
Unemployment insurance contributions.....	(21)	1,500	1,800	1,571
Sundries.....	(22)	500	500	420
		<u>\$ 461,900</u>	<u>\$ 446,900</u>	<u>\$ 431,559</u>

This sub-vote was provided for the administrative expenses in the carrying out of Canada's responsibilities as set forth in the Maritime Marshland Rehabilitation Act and individual agreements with the provinces concerned. Canada, in co-operation with the Provinces of Nova Scotia, New Brunswick and Prince Edward Island, undertakes the protection of tidal marshlands in these provinces. The principal function of the administration in carrying out these responsibilities is to plan for, and construct where desirable, dykes, aboiteaux and breakwaters to prevent tidal flooding of agricultural lands.

Revenue arising from the above expenditures amounted to \$155 and consisted of *Services and service fees*.

Total Vote 25.....	<u>\$ 823,700</u>	<u>\$ 823,700</u>	<u>\$ 789,938</u>
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Vote 30 Agricultural Rehabilitation and Development Act program and Maritime Marshland Rehabilitation Act program—Construction or acquisition of buildings, works, land and equipment, including authority to make recoverable advances in amounts not exceeding in the aggregate the amount of the share of the Province of New Brunswick of the cost of the Petitcodiac river dam project.....

Expenditures..... **848,900**
\$ 359,184

Maritime Marshland Rehabilitation Act including authority to make recoverable advances in amounts not exceeding in the aggregate the amount of the share of the Province of New Brunswick of the cost of the Petitcodiac river dam project

		Estimates	Allotments	Expenditures
Construction or acquisition of buildings, works and land.....	(13)	1,415,400	1,415,400	344,131
A Construction or acquisition of equipment.....	(16)	17,500	17,500	15,053
		<u>1,432,900</u>	<u>1,432,900</u>	<u>359,184</u>
Less—Amount recoverable from the Province of New Brunswick on account of the Petitcodiac river dam project.....	(34)	584,000	584,000	
		<u>\$ 848,900</u>	<u>\$ 848,900</u>	<u>\$ 359,184</u>

A Included: boat and marine equipment \$113, construction equipment \$1,116, farm equipment \$605, office equipment \$8,805, transportation equipment \$1,809, workshop equipment \$466.

The following distribution of expenditures was maintained under authority of Treasury Board.

	Allotment	Expenditures
Construction or acquisition of buildings, works and land		
Special projects—New Brunswick Petitcodiac river dam.....	750,000	5,381
Other projects—New Brunswick.....	162,450	143,464
Major projects—Nova Scotia		
Great Village marsh.....	266,000	1,933
Little River marsh.....	3,500	
Other projects—Nova Scotia.....	233,450	193,353
Construction or acquisition of equipment.....	17,500	15,053
	<u>1,432,900</u>	<u>359,184</u>
Less—Amount recoverable from the Province of New Brunswick on account of the Petitcodiac river dam project.....	584,000	
	<u>\$ 848,900</u>	<u>\$ 359,184</u>

Vote 35 Payments in respect of projects and programs under the Agricultural Rehabilitation and Development Act, and payments to provinces pursuant to agreements entered into under that Act.....

16,880,000

Expenditures.....

\$ 13,010,986

		Estimates	Allotments	Expenditures
A	Contributions to provinces..... (20)	12,000,000	12,000,000	10,160,456
B	Other payments..... (22)	4,880,000	4,880,000	2,850,530
		<u>\$ 16,880,000</u>	<u>\$ 16,880,000</u>	<u>\$ 13,010,986</u>

This vote was provided for contributions to the provinces in joint federal-provincial projects pursuant to the General Agreement authorized by Order in Council P.C. 1962-1291, September 14, 1962 and the new Federal-Provincial Rural Development Agreement authorized by Order in Council P.C. 1965-615, April 2, 1965; and for research, study and investigation undertaken directly by the Minister pursuant to the Agricultural Rehabilitation and Development Act.

The variation between the appropriation and the total of expenditures charged thereto was due to the fact that none of the provinces claimed the full amounts allowed under the agreements.

A Expenditures by provinces were as follows:

*Newfoundland.....	348,202
Nova Scotia.....	353,033
Prince Edward Island.....	132,576
New Brunswick.....	238,724
Quebec.....	5,176,793
Ontario.....	134,951
*Manitoba.....	862,201
*Saskatchewan.....	2,029,568
Alberta.....	405,010
British Columbia.....	479,398
	<u>\$ 10,160,456</u>

*Refunds of \$85, \$591 and \$2,050 were received from the Provinces of Newfoundland, Manitoba and Saskatchewan respectively and were credited to Non-Tax Revenue—Refunds of previous years' expenditure.

B Included the following payments in connection with federal research projects not shared with the provinces:

Contracts: (a) (1963-64) Centre of Community Studies for conducting socio economic research in the Province of Saskatchewan \$200,000, expenditures \$107,042, to date \$200,000 (final); (b) Dymne Corporation Ltd for assembling and analysing available data and preparing specific action proposals for incorporation in a development plan \$118,514, expenditures \$118,514 (final); (c) Province of Quebec for mapping land capability for agriculture \$159,074, expenditures \$105,531; (d) Spartan Air Services for developing an inventory for data processing system \$450,000, expenditures \$121,385.

GENERAL

Vote 11b Payment in respect of extra costs resulting from unloading the S.S. Wheat King at Quebec while en route to deliver grain at Halifax.....

58,400

Expenditures.....

(22) \$ 43,979

Gratuities to families of deceased employees, Civil Service Act.....

(21) \$ 725

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	8,697,400	8,715,110	7,499,471
(2) Civilian allowances.....	2,000	2,000	2,012
(4) Professional and special services.....	287,300	209,315	159,453
(5) Travelling and removal expenses.....	610,800	587,977	513,567
(6) Freight, express and cartage.....	24,300	15,439	17,369

(7)	Postage.....	11,200	11,806	10,719
(8)	Telephones, telegrams and other communication services.....	77,500	116,547	74,100
(9)	Publication of departmental reports and other material.....	238,200	165,580	132,152
(10)	Exhibits, advertising, films, broadcasting and displays.....	101,500	74,893	31,076
(11)	Office stationery, supplies, equipment and furnishings.....	259,700	257,233	187,670
(12)	Materials and supplies.....	389,500	426,345	374,091
Buildings and works, including land—				
(13)	Construction or acquisition.....	4,042,400	2,362,297	2,432,772
(14)	Repairs and upkeep.....	166,300	164,349	329,168
(15)	Rentals.....	5,800	3,911	4,160
Equipment—				
(16)	Construction or acquisition.....	849,000	932,245	820,081
(17)	Repairs and upkeep.....	165,700	157,042	166,705
(18)	Rentals.....	48,700	42,853	36,029
(19)	Municipal or public utility services.....	119,900	119,787	104,385
(20)	Contributions, grants, subsidies, etc., not included elsewhere—			
	Assistance in forest management and protection.....	8,735,000	8,567,610	8,469,508
	Freight assistance on western feed grains.....	21,000,000	20,999,594	19,114,857
	Payments in respect of projects and programs under the			
	Agricultural Rehabilitation and Development Act.....	12,000,000	10,160,456	7,759,514
	Miscellaneous.....	97,500	101,716	91,737
		41,832,500	39,829,376	35,435,616
(21)	Pension, superannuation and other benefits.....	6,325	5,894	4,773
(22)	All other expenditures.....	4,971,200	2,934,578	1,419,069
		62,907,225	57,134,577	49,754,438
(34)	Less—Estimated savings and recoverable items.....	584,000		
	Total.....	\$62,323,225	\$57,134,577	\$49,754,438

Estimated value of major services not included
in this department's appropriations

	1965-66	1964-65
Accommodation—provided by the Department of Public Works.....	485,600	487,000
Accommodation—in this Department's own buildings.....	531,700	539,000
Accounting and cheque issue services—Comptroller of the Treasury.....	197,800	163,000
Contributions to superannuation account—Department of Finance.....	407,600	371,600
Employee surgical-medical insurance premiums—Department of Finance.....	40,300	36,300
Employee compensation payments—Department of Labour.....	13,500	13,900
Carrying of franked mail—Post Office Department.....	21,500	19,900
	\$ 1,698,000	\$ 1,630,700

Payments of Damage Claims

	Amount
Sundry claims, each under \$1,000 (8).....	\$ 1,338

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
A Privileges, licences and permits.....	136,165 88	116,452 94
B Proceeds from sales.....	32,985 94	54,901 09
C Services and service fees.....	5,005 30	4,260 40
D Refunds of previous years' expenditure.....	9,625 75	95,110 59
E Miscellaneous.....	91 45	1,300 83
Total.....	\$183,874 32	\$272,025 58

Details

Non-Tax Revenue—

A	Privileges, licences and permits: Living accommodation and services \$32,208; timber permits \$103,854; sundries \$104.....	136,166
B	Proceeds from sales: Timber and cordwood \$31,906; uniforms \$143; wood specimens \$791; sundries \$146.....	32,986
C	Services and service fees: Laboratory tests and analyses \$4,475; transportation of school children \$312; sundries \$218.....	5,005
D	Refunds of previous years' expenditure: Refunds in connection with freight assistance on western feed grains and grain storage costs \$306; refunds from provinces in connection with projects and program payments under the Agricultural Rehabilitation and Development Act—Newfoundland \$85, Manitoba \$591 and Saskatchewan \$2,050; sundries \$6,594.....	9,626
E	Miscellaneous.....	91
	Total.....	<u>\$183,874</u>

Certified correct.

L. Z. ROUSSEAU,
Deputy Minister of Forestry.

Comparative Statement of Accounts Receivable at March 31

	1966	1965
Current year—		
Collectible.....	17,537	1,546
Previous years—		
Collectible.....	475	5,771
Uncollectible.....	217	150
	<u>\$ 18,229</u>	<u>\$ 7,467</u>

During the year 2 items amounting to \$165 were deleted under authority of section 23 of the Financial Administration Act, c. 116, R.S., as amended and 1 item of \$4,796 under authority of Finance Vote 16e.

Appendix

MARITIME MARSHLAND REHABILITATION
ADMINISTRATION STORES ACCOUNT

Statement of Operations for the year ended March 31, 1966

Balance as at March 31, 1966	
Inventory.....	11,501
Add: Expenditures.....	10,055
	<u>\$ 21,556</u>
Stores issues.....	10,182
Inventory.....	11,374
	<u>\$ 21,556</u>
Balance as at March 31, 1966	
Inventory.....	<u>\$ 11,374</u>

1965-66

PUBLIC ACCOUNTS

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GOVERNOR GENERAL AND LIEUTENANT-GOVERNORS

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Details of

EXPENDITURES

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GOVERNOR GENERAL AND LIEUTENANT-GOVERNORS

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
18·2	Stat.	Salary of the Governor General.....	48,666 60	48,666 60	48,666 60
18·2	Stat.	Salaries of the Lieutenant-Governors of the Provinces.....	181,999 81	181,999 81	182,000 00
18·2	1	Office of the Secretary to the Governor General.....	344,400 00	326,941 61	287,127 83
18·3	5	To authorize reimbursement to the Lieu- tenant-Governors of the costs of travelling and hospitality.....	142,500 00	132,947 97	130,908 37
		Total.....	\$ 717,566 41	\$ 690,555 99	\$ 648,702 80

Salary of the Governor General, Governor General's Act, c. 139, R.S..... (1) \$ 48,666

The above amount was paid to His Excellency General Georges P Vanier.

Salaries of the Lieutenant-Governors of the Provinces, Salaries Act, c. 243, R.S., as amended..... (1) \$ 182,000

Payments to Lieutenant-Governors are shown in the statement following Vote 5.

Vote 1 Office of the Secretary to the Governor General..... 308,200
Transfer from Department of Finance Vote 15 contingencies..... 36,200

Expenditures

		Estimates	Allotments	Expenditures
A	Salaries and wages.....	\$165,000		
	Transfer from Department of Finance Vote 15 contingencies.....	36,200		
B	Allowances.....	(1) 201,200	202,927	193,516
	Travelling expenses.....	(2) 80,000	80,000	80,000
	Freight, express and cartage.....	(5) 15,500	9,550	5,541
	Postage.....	(6) 300	300	
	Telephones and telegrams.....	(7) 800	800	555
	Press announcements.....	(8) 17,000	20,500	20,400
	Office stationery, supplies and equipment.....	(10) 600	600	390
	Materials and supplies.....	(11) 8,000	9,600	9,365
C	Acquisition of equipment.....	(12) 4,000	4,150	4,146
	Repairs and upkeep of equipment.....	(16) 13,000	11,273	11,273
	Pensions, superannuation and other benefits.....	(17) 2,000	2,000	1,107
	Sundries.....	(21) 1,000	1,000	17
		(22) 1,000	1,700	632
		\$ 344,400	\$ 344,400	\$ 326,942

- A Aides-de-camp were paid \$4,300.
 B This allowance was paid to His Excellency General Georges P Vanier.
 C Expenditures consisted of the purchase of transportation equipment.

Vote 5 To authorize reimbursement to the Lieutenant-Governors of the Provinces of Canada of the costs of travelling and hospitality incurred in the exercise of their duties up to a maximum per annum for each as detailed in the Estimates..... 142,500
Expenditures..... (2) \$ 132,948

Payments to Lieutenant-Governors under authority of the statutory item shown above and this vote were as follows:

Name	Lieutenant-Governor of the Province of:	Salary	Cost of travelling and hospitality
The Hon F O'Dea.....	Newfoundland.....	18,000	12,000
The Hon H P MacKeen.....	Nova Scotia.....	18,000	11,992
The Hon W J MacDonald.....	Prince Edward Island.....	16,000	7,500
The Hon J L O'Brien.....	New Brunswick.....	3,400	2,268
Apr. 1 to June 8, 1965			
The Hon J B McNair.....	New Brunswick.....	14,600	9,732
June 9, 1965 to Mar. 31, 1966			
The Hon Paul Comtois.....	Quebec.....	17,917	16,126
Apr. 1, 1965 to Feb. 21, 1966			
The Hon Hughes Lapointe.....	Quebec.....	2,083	1,874
Feb. 22 to Mar. 31, 1966			
The Hon W E Rowe.....	Ontario.....	20,000	18,000
The Hon E F Willis.....	Manitoba.....	7,500	6,250
Apr. 1 to Aug. 31, 1965			
The Hon Richard S Bowles.....	Manitoba.....	10,500	8,712
Sept. 1, 1965 to Mar. 31, 1966			
The Hon R L Hanbidge.....	Saskatchewan.....	18,000	15,000
The Hon J Percy Page.....	Alberta.....	13,742	4,257
Apr. 1, 1965 to Jan. 5, 1966			
The Hon J W MacEwan.....	Alberta.....	4,258	1,237
Jan. 6 to Mar. 31, 1966			
The Hon George R Pearkes.....	British Columbia.....	18,000	18,000
		<u>\$ 182,000</u>	<u>\$ 132,948</u>

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	431,866	424,182	386,635
(2) Civilian allowances.....	222,500	212,948	210,908
(5) Travelling and removal expenses.....	15,500	5,541	5,367
(6) Freight, express and cartage.....	300		14
(7) Postage.....	800	555	598
(8) Telephones, telegrams and other communication services....	17,000	20,400	17,000
(10) Exhibits, advertising, films, broadcasting and displays.....	600	390	525
(11) Office stationery, supplies, equipment and furnishings.....	8,000	9,365	7,565
(12) Materials and supplies.....	4,000	4,146	2,444
Equipment—			
(16) Construction or acquisition.....	13,000	11,273	16,152
(17) Repairs and upkeep.....	2,000	1,107	1,081
(21) Pensions, superannuation and other benefits.....	1,000	17	6
(22) All other expenditures.....	1,000	632	408
Total.....	<u>\$ 717,566</u>	<u>\$ 690,556</u>	<u>\$ 648,703</u>

**Estimated value of major services
not included in this department's appropriations**

	1965-66	1964-65
Accounting and cheque issue services—Comptroller of the Treasury.....	2,500	1,500
Contributions to superannuation account—Department of Finance.....	6,600	6,000
Employee surgical-medical insurance premiums—Department of Finance.....	700	600
Carrying of franked mail—Post Office Department.....	3,100	4,100
	<u>\$ 12,900</u>	<u>\$ 12,200</u>

1965-66

PUBLIC ACCOUNTS

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DEPARTMENT OF INDUSTRY

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Details of

EXPENDITURES AND REVENUES

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DEPARTMENT OF INDUSTRY

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
19·2	Stat.	Minister of Industry—Salary and motor car allowance.....	17,000 00	17,000 00	17,000 00
19·2	1	Departmental administration including grants as detailed in the Estimates.....	6,007,600 00	4,958,151 14	3,271,580 84
19·3	5	To sustain technological capability in Canadian industry.....	25,000,000 00	23,897,779 01	20,499,999 80
19·4	10	To advance the technological capability of Canadian manufacturing industry.....	5,000,000 00	428,218 42	
19·4	15	To provide that the amount appropriated by section 5 (1) of the Area Development Incentives Act may be credited to the Area Development Account.....	1 00		
Total.....			<u>\$ 36,024,601 00</u>	<u>\$ 29,301,148 57</u>	<u>\$ 23,788,580 64</u>

Salary of Minister, Hon C M Drury, Salaries Act, c. 243, R.S., as amended.....	(1)	\$ 15,000
Motor car allowance to Minister, c. 249, R.S., as amended.....	(2)	<u>\$ 2,000</u>

Hon C M Drury received travelling expenses of \$1,330 charged to Vote 1.

Vote 1	Departmental administration, including grants as detailed in the Estimates	6,007,600
	Expenditures.....	<u>\$ 4,958,151</u>

		Estimates	Allotments	Expenditures
	Salaries and wages.....	(1) 4,377,400	4,298,400	3,813,066
	Living allowances.....	(2)	19,000	14,711
A	Professional and special services.....	(4) 357,300	357,300	171,576
	Travelling and removal expenses.....	(5) 377,500	377,500	301,404
	Freight, express and cartage.....	(6) 23,000	23,000	8,760
	Postage.....	(7) 6,400	6,400	6,235
	Telephones and telegrams.....	(8) 85,000	85,000	75,501
	Publication of departmental reports and other material.....	(9) 173,800	173,800	88,777
	Exhibits, displays, advertising, visual aids.....	(10) 258,500	258,500	178,525
	Office stationery, supplies and equipment.....	(11) 94,900	206,900	205,017
	Materials and supplies.....	(12) 22,500	22,500	15
	Grants, scholarships, bursaries and awards, as approved by Treasury Board, to promote industrial design....	(20) 67,200	67,200	50,050
	Grants to universities, as approved by Treasury Board, to assist in the organization of regional development associations.....	(20) 11,000	11,000	1,900
	Research grants to universities and other organizations and contributions to technical associations and publications, as approved by Treasury Board.....	(20) 28,500	28,500	1,500
	Grant to study implications of decreasing population in Cape Breton Island.....	(20) 10,000	10,000	10,000
	Expenses of industrial missions, conferences and seminars, and sundries.....	(22) 114,600	62,600	31,114
		<u>\$ 6,007,600</u>	<u>\$ 6,007,600</u>	<u>\$ 4,958,151</u>

A Payments by services with individual payments of \$2,000 or over were:

Consultant services \$20,813—Edo (Canada) Ltd Cornwall Ont \$17,308, C B Johnston London Ont \$2,071.
Design services \$43,381—Michael Malak Berkeley Heights N J USA \$2,344, Systems Engineering Associates Limited Toronto \$12,400, James Warren Georgetown Ont \$3,362.
Research services \$67,909—Atkins, Hatch and Associates Toronto \$6,028, Column Flotation Co of Canada Ltd Toronto \$4,753, Morris Davison Ottawa \$4,051, D C F Systems Ltd Malton Ont \$13,479, D M S Inc Greenwich Conn USA \$14,650, B J McColl Whitby Ont \$4,500, New Brunswick Research and Productivity Council Fredericton \$10,000.
Security services \$30,423—Canadian Corps of Commissionaires Montreal \$30,423.
Miscellaneous services \$9,050.

Vote 5 To sustain technological capability in Canadian industry by supporting selected defence development programs, on terms and conditions approved by Treasury Board, and to authorize, notwithstanding section 30 of the Financial Administration Act, total commitments of \$60,000,000 for the foregoing purposes during the current and subsequent fiscal years.....

25,000,000**Expenditures.....****\$ 23,897,779**

	Estimates	Allotments	Expenditures
Contractors.....	44,954,597		
ATCO Industries Limited Calgary Alta.....		230,960	
Atlantic Films and Electronics St John's.....		147,883	135,951
Avian Aircraft Limited Georgetown Ont.....		203,436	203,436
Aviation Electric Limited St Laurent Que.....		758,324	261,132
Barringer Research Ltd Rexdale Ont.....		36,000	29,529
Bowmar Canada Limited Ottawa.....		894,000	115,913
Canadair Limited Montreal.....		7,691,625	5,088,440
Canadian Aviation Electronics Limited Montreal.....		732,562	464,707
Canadian Bristol Aerojet Limited Toronto.....		832,087	349,305
Canadian Marconi Company Montreal.....		4,778,435	2,745,927
Canadian Westinghouse Co. Limited Hamilton Ont.....		1,431,340	221,030
Central Dynamics Limited Montreal.....		9,949	
Collins Radio Company of Canada Limited Toronto.....		975,995	691,325
Computing Devices of Canada Limited Ottawa.....		4,188,320	1,717,028
The de Havilland Aircraft of Canada Limited Toronto.....		2,506,096	1,319,841
Edo (Canada) Ltd. Cornwall Ont.....		20,000	17,032
E M I—Cossor Electronics Limited Dartmouth N S.....		751,860	122,897
Ferranti-Packard Electric Limited Toronto.....		376,877	376,877
F M C Beloit Sorel Ltd Sorel Que.....		650,000	
Frigistors Limited Montreal.....		28,613	28,613
Garrett Manufacturing Limited Rexdale Ont.....		534,221	275,982
General Precision Industries Limited Montreal.....		5,955	5,955
Geo-Met Reactors Limited Gloucester Ont.....		39,432	39,432
Go-Tract Limited Dorval Que.....		204,000	195,000
Gulton Industries (Canada) Limited Gananoque Ont.....		37,517	28,693
Hawker-Siddeley Canada Limited Toronto.....		1,471,043	1,083,241
Intel Consultants Limited Ottawa.....		11,182	8,833
Irvin Air Chute Limited Fort Erie Ont.....		102,600	
Leigh Instruments Limited Carleton Place Ont.....		225,002	70,569
Ernest Leitz Canada Limited Midland Ont.....		25,000	10,208
Litton System (Canada) Limited Rexdale Ont.....		261,323	
Long Sault Woodcraft Limited St Andrews East Que.....		1,306	
McGill University Montreal.....		2,400,000	2,400,000
Northern Electric Company Limited Montreal.....		133,978	88,374
Nuclear Enterprises Limited Winnipeg.....		8,690	
Okanagan Helicopters Limited Vancouver.....		135,000	
Ontario Research Foundation Toronto.....		11,659	11,121
Orenda Engines Limited Malton Ont.....		4,716,242	1,654,242
Radio Engineering Products Limited Montreal.....		537,000	330,863
R C A Victor Company Limited Montreal.....		929,054	633,403
Russell Industries Limited Toronto.....		51,270	19,245
Sperry Gyroscope of Canada Limited Montreal.....		343,500	139,268
Tamco Limited La Salle Ont.....		13,928	13,928
Timmins Aviation Limited Dorval Que.....		37,500	34,174
F V Topping Electronics Limited Toronto.....		80,361	80,332
United Aircraft of Canada Limited Longueuil Que.....		5,117,366	2,812,735
Varian Associates of Canada Limited Georgetown Ont.....		276,106	73,193
	44,954,597	44,954,597	
Less—Authorized commitments for subsequent fiscal years.....	19,954,597	19,954,597	
	(22) \$ 25,000,000	\$ 25,000,000	\$ 23,897,779

Vote 10b To advance the technological capability of Canadian manufacturing industry by supporting selected civil (non-defence) development projects on terms and conditions approved by Treasury Board and to authorize, notwithstanding section 30 of the Financial Administration Act, total commitments of \$20,000,000 for the foregoing purposes during the current and subsequent fiscal years.....			5,000,000
Expenditures.....			<u>\$ 428,219</u>

	Estimates	Allotments	Expenditures
Contractors.....	1,013,646		
The Algoma Central Railway Sault Ste Marie Ont....		10,000	
Canadair Limited Montreal.....		724,500	274,726
Canadian Car (Pacific) Division of Hawker Siddeley Canada Limited Vancouver.....		15,500	
Canadian Lady Corset Co Ltd Montreal.....		17,500	12,336
Champlain Power Products Limited Toronto.....		7,500	2,053
Column Flotation Company of Canada Limited Toronto		49,530	14,743
Dunlop Canada Ltd Toronto.....		2,500	
Eldorado Mining and Refining Limited Port Hope Ont.		48,399	48,399
Geo-Met Reactors Limited Gloucester Ont.....		3,210	3,210
McPhar Geophysics Limited Don Mills Ont.....		5,000	2,580
Newfield Products Limited St Hilaire Que.....		19,792	
Superior Electronics Inc Montreal.....		80,000	48,438
Valeriot Electronics Ltd Guelph Ont.....		15,215	15,215
Fritz Werner Ltd Montreal.....		15,000	6,519
	1,013,646	1,013,646	428,219
Plus—Amount not required for commitments during the fiscal year.....	3,986,354	3,986,354	
(22)	<u>\$ 5,000,000</u>	<u>\$ 5,000,000</u>	<u>\$ 428,219</u>

Vote 15e To provide that the amount appropriated by section 5 (1) of the Area Development Incentives Act may be credited to the Area Development Account from time to time as required; notwithstanding section 5 (3) of the Act, to authorize payments out of the consolidated revenue fund up to the amounts credited to the Account; and to authorize total commitments in respect of development grants under the Act in the current and subsequent fiscal years not exceeding \$100,000,000 (22) \$1

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	4,392,400	3,828,066	2,593,454
(2) Civilian allowances.....	2,000	16,711	6,526
(4) Professional and special services.....	357,300	171,576	126,223
(5) Travelling and removal expenses.....	377,500	301,404	194,634
(6) Freight, express and cartage.....	23,000	8,760	4,639
(7) Postage.....	6,400	6,235	6,315
(8) Telephones and telegrams.....	85,000	75,501	35,671
(9) Publication of departmental reports and other material..	173,800	88,777	14,908
(10) Exhibits, advertising, films, broadcasting and displays..	253,500	178,525	147,780
(11) Office stationery, supplies, equipment and furnishings....	94,900	205,017	111,661
(12) Materials and supplies.....	22,500	15	64
(20) Contributions, grants, subsidies, etc., not included else- where.....	116,700	63,450	36,600
(22) All other expenditures.....	30,114,601	24,357,112	20,510,106
	<u>\$ 36,024,601</u>	<u>\$ 29,301,149</u>	<u>\$ 23,788,581</u>

**Estimated value of major services not included
in this department's appropriations**

	1965-66	1964-65
Accommodation—provided by Department of Public Works.....	248,000	169,000
Accounting and cheque issue services—Comptroller of the Treasury.....	21,100	4,000
Contributions to superannuation account—Department of Finance.....	210,800	30,000
Employee surgical-medical insurance premiums—Department of Finance.....	19,000	15,000
Advisory and administrative services—Department of Defence Production.....	686,600	
Carrying of franked mail—Post Office Department.....	13,800	21,000
	<u>\$ 1,199,300</u>	<u>\$ 239,000</u>

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
A Refund of previous years' expenditure.....	<u>\$ 2,498,035 11</u>	<u>\$ 102,353 00</u>

Details

Non-Tax Revenue—	
A Refund of previous years' expenditure: Reduction of Crown's share of CL 89 program due to entry of West Germany as a one-third partner \$2,483,214; sundries \$14,821	<u>\$ 2,498,035</u>

Certified correct.

S. S. REISMAN,
Deputy Minister of Industry.

**Comparative Statement of Accounts Receivable
at March 31**

	1966	1965
Current year—		
Collectible.....	450	960
	<u>\$ 450</u>	<u>\$ 960</u>

1965-66

PUBLIC ACCOUNTS

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DEPARTMENT OF INSURANCE

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Details of

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DEPARTMENT OF INSURANCE

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
20·2	1	Departmental administration.....	972,100 00	967,572 84	897,314 91
20·2	Stat.	Civil service insurance actuarial liability adjustment.....	544,486 38	544,486 38	548,546 62
		Total.....	<u>\$ 1,516,586 38</u>	<u>\$ 1,512,059 22</u>	<u>\$ 1,445,861 53</u>

Vote 1	Departmental administration.....	950,400
	Transfer from Department of Finance Vote 15 contingencies.....	21,700
	Expenditures.....	<u>\$ 967,573</u>

	Estimates	Allotments	Expenditures
Salaries and wages.....\$ 783,700			
Transfer from Department of Finance Vote 15 contingencies..... 21,700			
	(1) 805,400	767,100	763,641
Valuation of securities.....	(4) 5,000	5,000	5,000
Travelling expenses.....	(5) 25,000	23,000	22,235
Freight, express and cartage.....	(6) 400	400	311
Postage.....	(7) 600	600	600
Telephones and telegrams.....	(8) 4,500	4,800	4,729
Publication of departmental reports and other material.....	(9) 115,000	152,000	152,000
Office stationery, supplies and equipment.....	(11) 16,000	19,000	18,989
Sundries.....	(22) 200	200	68
	<u>\$ 972,100</u>	<u>\$ 972,100</u>	<u>\$ 967,573</u>

This vote was provided for the cost of the supervision and inspection by the department of federally registered or licenced insurance companies, loan companies, trust companies, small loan companies and co-operative credit associations; the administration of the Civil Service Insurance Act; the performance of actuarial services for other departments and the collection of excise taxes on insurance placed with unauthorized insurers or with authorized insurers through brokers or agents outside Canada. The tax on insurance placed through agents or brokers outside Canada applies only to contracts of insurance entered into or renewed after December 31, 1962.

Civil service insurance actuarial liability adjustment, Civil Service Insurance Act, c. 49, R.S.....	(22) <u>\$ 544,486</u>
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This amount represents an actuarial liability adjustment as at March 31, 1966 to the civil service insurance account—see under the schedule, annuity, insurance and pension accounts, in volume I of this report.

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	805,400	763,641	726,396
(4) Professional and special services.....	5,000	5,000	5,000
(5) Travelling and removal expenses.....	25,000	22,235	26,015
(6) Freight, express and cartage.....	400	311	383

DEPARTMENT OF INSURANCE

20-3

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(7) Postage.....	600	600	600
(8) Telephones, telegrams and other communication services....	4,500	4,729	4,200
(9) Publication of departmental reports and other material.....	115,000	152,000	113,853
(11) Office stationery, supplies, equipment and furnishings.....	16,000	18,989	20,508
(22) All other expenditures—			
Civil service insurance actuarial liability adjustment.....	544,486	544,486	548,546
Sundry.....	200	68	360
	<u>544,686</u>	<u>544,554</u>	<u>548,906</u>
Total.....	<u>\$ 1,516,586</u>	<u>\$ 1,512,059</u>	<u>\$ 1,445,861</u>

**Estimated value of major services not included
in this department's appropriations**

	1965-66	1964-65
Accommodation—provided by the Department of Public Works.....	73,000	72,000
Safe-keeping of securities, accounting and cheque issue services—Comptroller of the Treasury.....	86,200	73,000
Contributions to superannuation account—Department of Finance.....	40,400	38,100
Employee surgical-medical insurance premiums—Department of Finance.....	3,000	3,100
Carrying of franked mail—Post Office Department.....	11,600	6,600
	<u>\$ 214,200</u>	<u>\$ 192,800</u>

REVENUES

Comparative Summary

	1965-66	1964-65
Tax Revenue—		
A Tax on insurance premiums.....	157,853 96	138,248 84
Non-Tax Revenue—		
B Services and service fees.....	846,325 23	829,918 67
C Refunds of previous years' expenditure.....	317 18	
D Miscellaneous.....	399 04	370 44
Total.....	<u>\$ 1,004,895 41</u>	<u>\$ 968,537 95</u>

Details

Tax Revenue—		
A Tax on insurance premiums		
On insurance placed with unauthorized insurers.....	83,407	
On insurance placed with authorized insurers through brokers or agents outside Canada.....	<u>74,447</u>	157,854
<p>Under part I of the Excise Tax Act, c. 100, R.S., as amended, a tax of 10 per cent was levied on net insurance premiums paid by any resident of Canada for insurance with insurers not authorized under the laws of Canada or any province thereof. A 10 per cent premium tax is also levied on insurance placed with authorized insurers through agents or brokers outside Canada.</p>		
Non-Tax Revenue—		
B Services and service fees:		
Assessments on:		
Insurance companies.....	780,561	
Loan companies.....	10,710	
Trust companies.....	21,420	
Small loans companies and money lenders.....	28,751	
Co-operative credit societies.....	<u>2,383</u>	
Total (revenue from assessments).....	843,825	

Under the provisions of the Department of Insurance Act, c. 70, R.S., the expenditure incurred by Canada during each fiscal year in connection with the administration of the Canadian and British Insurance Companies Act, the Co-operative Credit Associations Act, the Foreign Insurance Companies Act, the Loan Companies Act, the Small Loans Act and the Trust Companies Act, is assessed against the companies transacting business thereunder, in the proportion which the net receipts (as defined in the Act) or income of each in Canada bears to the total amount of such receipts or income received in Canada by all such companies during the preceding calendar year.

The amount assessed is determined as follows:

<i>1964-65</i>	
Expenditures charged to Vote 1.....	897,315
Government contributions to the public service superannuation account, the unemployment insurance fund and the group surgical-medical plan.....	30,992
Rent, char services, lighting, furniture, fixtures and sundries charged to Department of Public Works, Vote 5.....	54,764
Cost of maintaining custody of securities charged to Department of Finance.....	72,861
Carrying of franked mail charged to Post Office Department..	5,058
	<u>1,060,990</u>
<i>Less:</i>	
Salaries on account of civil service insurance administration, etc.....	29,000
Salaries on account of work done for other departments....	172,528
Printing and stationery.....	4,010
Penalties received.....	2,700
Balance of Vote 1 charged to Government.....	6,752
Sale of publications.....	2,175
	<u>217,165</u>
Total.....	<u>\$ 843,825</u>
Penalties collected during the year.....	2,500
	<u>846,325</u>
Penalties amounting to \$2,500 were received during 1965-66 from companies which did not file business statements within the time limit imposed under the terms of the Act.	
C Refunds of previous years' expenditure.....	317
D Miscellaneous.....	399
Total.....	<u>\$ 1,004,895</u>

Certified correct.

RICHARD HUMPHRYS,
Superintendent of Insurance.

1965-66

PUBLIC ACCOUNTS

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DEPARTMENT OF JUSTICE

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Details of

EXPENDITURES AND REVENUES

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DEPARTMENT OF JUSTICE

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, and by P.C. 1965-2281, December 22 1965, the Governor in Council transferred the powers, duties and functions of the Minister of Justice under the Combines Investigation Act other than those vested in him as Attorney General of Canada and those vested in him under section 13 of the Act, and the control or supervision of those parts of the public service known as the Restrictive Trade Practices Commission and the Office of the Director of Investigation and Research to the President of the Queen's Privy Council for Canada; and by P.C. 1965-2282, December 22, 1965, the Governor in Council transferred the powers, duties and functions of the Minister of Justice under the Trade Marks Act to the President of the Queen's Privy Council for Canada, and named the President of the Queen's Privy Council for Canada as the Minister of the Crown to administer the Copyright Act, the Industrial Design and Union Label Act and the Timber Marking Act in place of the Minister of Justice, and appointed the President of the Queen's Privy Council for Canada as the Minister of the Crown to administer the Patent Act in place of the Minister of Justice; and by P.C. 1965-2286, December 22, 1965, the Governor in Council transferred the powers, duties or functions of the Minister of Justice under the Royal Canadian Mounted Police Act, the Royal Canadian Mounted Police Superannuation Act, the Royal Canadian Mounted Police Pension Continuation Act, the Parole Act, the Penitentiary Act, the Prisons and Reformatories Act, and paragraph (e) of section 4 of the Department of Justice Act, the supervision of that part of the public service known as the Royal Canadian Mounted Police and the control or supervision of that part of the public service known as the Canadian Penitentiary Service to the Solicitor General.

In accordance with the usual practice, the details of both 1965-66 and 1964-65 expenditures and revenues are shown under the department to which the transfer was made.

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

<u>Page</u>	<u>Vote</u>		<u>1965-66</u> <u>Appropriations</u>	<u>1965-66</u> <u>Expenditures</u>	<u>1964-65</u> <u>Expenditures</u>
21·2	Stat.	Minister of Justice—Salary and motor car allowance.....	16,678 51	16,678 51	17,000 00
LEGAL AND OTHER SERVICES					
21·3	1	Administration including the Office of the Superintendent of Bankruptcy, the Committee on Corrections and the Statute Revision Commission.....	2,442,600 00	2,319,581 79	1,988,614 48
21·5	Stat.	Judges' salaries, allowances and pensions.....	9,030,523 87	9,030,523 87	8,637,766 93
21·6	Stat.	Refunds of amounts credited to revenue in previous years.....	1,030 33	1,030 33	1,319 05
Total.....			<u>\$11,490,832 71</u>	<u>\$11,367,814 50</u>	<u>\$10,644,700 46</u>

Salary of Minister, Salaries Act, c. 243, R.S., as amended.....	(1)	\$ 14,717
Motor car allowance to Minister, c. 249, R.S., as amended.....	(2)	<u>\$ 1,962</u>

The above amounts were paid to: Hon G Favreau for the period April 1 to June 30, 1965, \$4,203; Hon L Cardin for the period July 7, 1965 to March 31, 1966, \$12,476.

Hon G Favreau received travelling expenses of \$1,819; Hon L Cardin, \$1,906, both charged to Vote 1

LEGAL AND OTHER SERVICES

Vote 1 Administration including the Office of the Superintendent of Bankruptcy, grants and contributions as detailed in the Estimates, gratuities to the widows or such dependents as may be approved by Treasury Board of Judges who die while in office and authority to make recoverable advances for the administration of justice on behalf of the Governments of the Northwest Territories and the Yukon Territory	2,504,300
Vote 1b To extend Justice Vote 1 of the Main Estimates, 1965-66, for the purposes set out in the sub-vote title relating to a Committee on Corrections and in the sub-vote title relating to the "Statute Revision Commission", to include grants as detailed in the Estimates and to provide a further amount of	224,100
Vote 1d	15,424
Vote 1e	35,500
Transfer from Department of Finance Vote 15 contingencies	66,400
	<hr/> 2,845,724
Less—Amount transferred to Department of Solicitor General	403,124
	<hr/> 2,442,600
Expenditures	<hr/> \$ 2,319,582 <hr/>

Total revenue arising from the above expenditures amounted to \$347,238.

Departmental administration including grants and contributions as detailed in the Estimates and authority to make recoverable advances for the administration of justice on behalf of the Governments of the Northwest Territories and the Yukon Territory

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Salaries and wages	\$1,482,300			
Transfer from Department of Finance Vote 15 contingencies	54,100			
		(1) 1,536,400	1,495,900	1,495,897
Allowances		(2) 30,700	22,200	20,741
A Professional and special services		(4) 49,000	72,800	70,883
B Legal fees, court costs and payments for the maintenance of prisoners and juvenile delinquents		(4) 170,000	200,000	199,976
Travelling and other expenses of judges for visiting custodial institutions		(5) 5,000	500	134
Other travelling expenses		(5) 88,000	92,500	89,389
Freight, express and cartage		(6) 1,100	1,925	1,921
Postage		(7) 2,000	2,025	2,018
Telephones and telegrams		(8) 29,500	41,450	40,680
Publication of departmental reports and other material		(9) 9,200	31,700	18,369
Office stationery, supplies and equipment		(11) 33,100	43,100	40,727
Law books, books of reference for the library and binding of same		(11) 9,900	11,600	11,482
Materials and supplies		(12) 500	500	335
Repairs and upkeep of equipment		(17) 500	500	429
Municipal or public utility services		(19) 9,600	11,100	10,118
Contribution to the conference of commissioners on uniformity of legislation in Canada		(20) 200	200	200
Transportation expenses of prisoners and escorts and discharged inmates		(22) 33,000		
Sundries		(22) 7,500	10,200	9,798
		<hr/> 2,015,200	<hr/> 2,038,200	<hr/> 2,013,097
Less—Amounts recoverable from Northwest Territories Territorial Government and Yukon Territorial Government	(34) 354,400	<hr/> 354,400	<hr/> 354,400	<hr/> 380,178
		<hr/> \$ 1,660,800	<hr/> \$ 1,683,800	<hr/> \$ 1,632,919

J C Cartin and D S MacDonald, Parliamentary Secretaries, received travelling expenses of \$1,857 and \$345 respectively.

Revenue arising from the above expenditures amounted to \$69,150 and consisted of *Services and service fees* \$12,732—court costs \$1,808, sheriff's fees \$10,924; *Miscellaneous* \$56,418—fines \$56,318, sundries \$100.

A Payments by services with individual payments of \$2,000 or over were:

Commissionaire services \$3,800—Canadian Corp of Commissionaires Montreal \$3,800.

Legal services \$26,517—G Desjardins Quebec \$5,400, R E Hyde Edmonton \$3,437, F Kaufman Montreal \$8,745.

Credit reports \$1,761.

Reporters \$4,628.

Medical services \$3,971.

Committee on Hate Literature \$28,222—M Cohen Montreal \$8,603, H Kaufman Toronto \$2,230, M R MacGuigan Toronto \$6,196, S MacKay Winnipeg \$2,536, H W Yarosky Montreal \$4,425.

Miscellaneous \$1,984.

B Included legal services \$92,196—D S Collins Whitehorse Y T \$15,314, M M de Weerd Yellowknife N W T \$2,968, R E Hudson Whitehorse Y T \$2,850, A J MacLennan Vancouver \$2,583, J D Neilson Yellowknife N W T \$12,333, D H Searle Yellowknife N W T \$15,870, A E Williams Yellowknife N W T \$3,384, N V K Wylie Whitehorse Y T \$18,983.

Supreme Court of Canada—Administration

		Estimates	Allotments	Expenditures
Salaries.....	\$247,000			
Transfer from Department of Finance Vote 15 contingencies.....	5,200			
		(1)	252,200	248,200
Travelling expenses.....		(5)	6,000	5,500
Freight, express and cartage.....		(6)	600	900
Postage.....		(7)	300	300
Telephones and telegrams.....		(8)	3,800	3,800
Office stationery, supplies and equipment.....		(11)	6,000	10,000
Law books, books of reference for library and binding of same.....		(11)	40,000	40,000
Sundries.....		(22)	2,000	2,200
			\$310,900	\$ 310,900
				\$ 296,873

Exchequer Court of Canada—Administration

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$154,000			
Transfer from Department of Finance Vote 15 contingencies.....	3,300			
		(1)	157,300	153,550
A Services of sheriffs, outside reporters, etc.....		(4)	30,000	24,150
Court officials travelling expenses.....		(5)	12,000	13,500
Postage.....		(7)	200	200
Telephones and telegrams.....		(8)	2,300	3,410
Office stationery, supplies and equipment.....		(11)	8,000	15,000
B Salaries—Deputy Judges.....		(22)		1,750
Sundries.....		(22)	500	740
			\$ 210,300	\$ 212,300
				\$ 197,989

Revenue arising from the above expenditures amounted to \$151 and consisted of *Services and service fees*.

A Payments by services with individual payments of \$2,000 or over were:

Court reporters \$20,623—N R Butcher and Company Toronto \$3,532, Nethercut & Young Limited Toronto \$8,651. *Sheriff's fees* \$2,309.

B By P.C. 1965-2228, December 15, 1965 and pursuant to section 8 of the Exchequer Court Act, the Hon F A Sheppard, a retired Judge of Appeal of the Court of Appeal of British Columbia, was appointed to be a Deputy Judge of the Exchequer Court of Canada at a salary of twenty one thousand dollars per annum, less fourteen thousand dollars per annum, the amount of his pension as a retired judge.

Expenditures cover salary for the period January 17 to March 31, 1966.

Bankruptcy Act administration

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$115,900			
Transfer from Department of Finance Vote 15 contingencies.....	3,800			
		(1) 119,700	125,200	125,200
A Professional and special services.....		(4) 25,000	16,000	8,513
Travelling expenses.....		(5) 7,600	6,600	2,124
Telephones and telegrams.....		(8) 950	2,175	2,060
Office stationery, supplies and equipment.....		(11) 2,300	5,300	5,229
Sundries.....		(22) 50	325	311
		\$ 155,600	\$ 155,600	\$ 143,437

Revenue arising from the above expenditures amounted to \$277,937 and consisted of *Privileges, licences and permits* \$12,490—trustees licence fees \$12,490; *Miscellaneous* \$265,447—levies under the Bankruptcy Act \$265,447.

A Payments by services with individual payments of \$2,000 or over were:

Legal services \$3,378.

Miscellaneous \$5,135.

To authorize the Statute Revision Commission established pursuant to an act respecting the revised Statutes of Canada, chapter 48, Statutes of Canada, 1964-65, to employ from time to time throughout the period of revision and consolidation, at such remuneration as Treasury Board may fix, such professional assistance and such officers, clerks, and employees as the commission may consider necessary for the revision and consolidation; and with the approval of the Minister of Justice, to employ from time to time throughout the period of the revision and consolidation, members of the Public Service to assist the Commission; and to authorize the members of the Public Service so employed to receive such payment for their services in addition to their salaries as may be allowed by the Minister of Justice

		Estimates	Allotments	Expenditures
Salaries and wages.....	(1)		25,000	13,225
Professional and special services.....	(4)	70,000	10,000	1,563
Office stationery, supplies and equipment.....	(11)	8,000	8,000	2,621
Sundries.....	(22)	2,000	2,000	122
		\$ 80,000	\$ 45,000	\$ 17,531

Gratuities to the widows or such dependents as may be approved by Treasury Board of judges who die while in office

		Estimates	Allotments	Expenditures
Gratuities.....	(21)	\$ 25,000	\$ 35,000	\$ 30,833
Total Vote 1.....		\$ 2,442,600	\$ 2,442,600	\$ 2,319,582

Judges salaries, allowances and pensions

Supreme Court of Canada—Judges' salaries, Judges Act, c. 159, R.S., as amended

Salary of Chief Justice of Canada.....	(1)	35,000
Puisne Judges, 8 at \$30,000.....	(1)	240,000
		275,000

Exchequer Court of Canada—Judges' salaries, including district judges in admiralty and travelling allowances, etc., c. 159, R.S., as amended

Salaries.....	(1)	179,700
Travelling allowances—President and puisne judges.....	(5)	13,697
Travelling allowances—Admiralty judges.....	(5)	662
		194,059

By P.C. 1965-2228, December 15, 1965 and pursuant to section 8 of the Exchequer Court Act, the Hon F A Sheppard, a retired Judge of Appeal of the Court of Appeal of British Columbia, was appointed to be a Deputy Judge of the Exchequer Court of Canada at a salary of twenty-one thousand dollars per annum, less fourteen thousand dollars per annum, the amount of his pension as a retired judge. Salary for the period January 17 to March 31, 1966 was paid from Vote 1.

*Other Courts—Judges' salaries and travelling allowances, c. 159, R.S.,
as amended*

Judges' salaries—Other courts.....	(1)	6,737,931
Judges' travelling allowances—Other courts.....	(5)	258,934
		<hr/> 6,996,865

*Northwest Territories—Judge's salary and travelling allowance, c. 159,
R.S., as amended*

Salary of judge.....	(1)	21,000
Travelling allowance.....	(5)	3,965
		<hr/> 24,965

*Yukon Territory—Judge's salary and travelling allowance, c. 159, R.S.,
as amended*

Salary of judge.....	(1)	21,000
Travelling allowance.....	(5)	1,806
		<hr/> 22,806

Pensions under the Judges Act, c. 159, R.S., as amended

Pensions.....	(21)	1,516,829
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The amounts paid in respect of the Supreme Court of Canada, Exchequer Court of Canada and the various Provincial Courts under Federal jurisdiction are given below, with the number of pensions shown in parentheses.

Supreme Court of Canada (8)....	65,734	Quebec (56).....	286,957
Exchequer Court of Canada (6)...	44,821	Ontario (94).....	384,981
Newfoundland (4).....	33,451	Manitoba (22).....	105,476
Nova Scotia (20).....	83,058	Saskatchewan (29).....	188,275
Prince Edward Island (2).....	7,111	Alberta (25).....	103,062
New Brunswick (14).....	81,018	British Columbia (33).....	132,885
			<hr/> \$ 1,516,829

Total Statutory item..... \$ 9,030,524

The following statement shows Judges' salary rates:

	Annual salary rate		Annual salary rate
Chief Justice of Canada.....	35,000	Puisne Judges, Provincial and Territorial Court Judges.....	21,000
Puisne Judges (Supreme Court) .	30,000		
President of the Exchequer Court of Canada, Chief Justices of Provincial Courts.....	25,000	County and District Court Judges	16,000

Refunds of amounts credited to revenue in previous years, Financial Administration

Act, c. 116, R.S., as amended.....	(22)	\$ 1,030
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The above amount consisted of refunds of overpayments re levies under the Bankruptcy Act.

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	9,314,948	9,272,544	8,747,556
(2) Civilian allowances.....	32,662	22,703	22,306
(4) Professional and special services.....	344,000	304,063	262,151
(5) Travelling and removal expenses.....	397,664	381,630	327,469
(6) Freight, express and cartage.....	1,700	2,589	1,841
(7) Postage.....	2,500	2,518	1,760
(8) Telephones, telegrams and other communication services.....	36,550	49,819	41,475
(9) Publication of departmental reports and other material.....	9,200	18,369	3,057
(11) Office stationery, supplies, equipment and furnishings.....	107,300	119,851	95,956
(12) Materials and supplies.....	500	336	
Equipment—			
(17) Repairs and upkeep.....	500	429	281
(19) Municipal or public utility services.....	9,600	10,118	11,767
(20) Contributions, grants, subsidies, etc., not included elsewhere.....	200	200	60,200
(21) Pensions, superannuation and other benefits.....	1,541,829	1,547,662	1,391,077
(22) All other expenditures.....	46,080	15,162	12,527
	11,845,233	11,747,993	10,979,423
(34) Less—Estimated savings and recoverable items.....	354,400	380,178	334,722
Total.....	\$ 11,490,833	\$ 11,367,815	\$ 10,644,701

Estimated value of major services not included
in this department's appropriations

	1965-66	1964-65
Accommodation—provided by the Department of Public Works.....	454,900	375,200
Accounting and cheque issue services—Comptroller of the Treasury.....	35,400	16,800
Contributions to superannuation account—Department of Finance.....	94,100	88,000
Employee surgical-medical insurance premiums—Department of Finance.....	11,900	12,100
Employee compensation payments—Department of Labour.....	3,800	3,300
Carrying of franked mail—Post Office Department.....	2,700	3,500
	\$ 602,800	\$ 498,900

REVENUES

Comparative Summary

Non-Tax Revenue—	1965-66	1964-65
A Privileges, licences and permits.....	12,490 15	11,279 66
B Services and service fees.....	12,882 94	12,666 22
C Refunds of previous years' expenditure.....	3,812 73	54,078 88
D Miscellaneous.....	321,865 56	304,566 81
Total.....	\$ 351,051 38	\$ 382,591 57

Details

Non-Tax Revenue—	
A Privileges, licences and permits: Bankruptcy—Trustees licence fees.....	12,490
B Services and service fees: Court costs \$1,808; sheriff's fees \$10,924; admiralty fees \$151.....	12,883
C Refunds of previous years' expenditure: Northwest Territories administration \$190; Yukon Ter- ritory administration \$508; sundries \$3,115.....	3,813
D Miscellaneous: Fines \$56,318; Bankruptcy Act levies \$265,447; sundries \$100.....	321,865
Total.....	\$ 351,051

Certified correct.

E. A. DRIEDGER,
Deputy Minister of Justice.

Comparative Statement of Accounts Receivable
at March 31

Current Year—	1966	1965
Collectible.....	130	
	\$ 130	

1965-66

PUBLIC ACCOUNTS

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DEPARTMENT OF LABOUR

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Details of

EXPENDITURES AND REVENUES

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DEPARTMENT OF LABOUR

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, and by P.C. 1965-2283, December 22, 1965, the Governor General in Council transferred from the Minister of Labour to the Minister of Citizenship and Immigration: (a) the control or supervision of the parts of the public service in the Department of Labour known as: National Employment Service, Civilian Rehabilitation Branch, Technical and Vocational Training Branch, Manpower Consultative Service, and such parts of other branches as relate to manpower; and (b) the powers, duties or functions of the Minister of Labour under the Technical and Vocational Training Assistance Act, the Vocational Rehabilitation of Disabled Persons Act, and sections 21 to 24 of the Unemployment Insurance Act.

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
DEPARTMENT					
22·3	Stat.	Minister of Labour—Salary and motor car allowance.....	16,999 84	16,999 84	17,000 00
22·3	1	General administration.....	4,364,466 00	4,120,863 11	3,286,234 89
22·6	5	Payments to carry out the purposes of the Vocational Rehabilitation of Disabled Persons Act; payments to provinces pursuant to federal-provincial farm labour agreements; payments in respect of labour mobility and assessment incentives; and payments of transitional assistance to workers who become unemployed as a result of the Canada-United States agreement on automotive products.....	5,000,000 00 9,364,466 00	3,892 00 4,124,755 11	3,286,234 89
ANNUITIES ACT					
22·7	20	Administration and Government's contributions to annuities agents pension account.	1,197,300 00	1,124,844 09	1,207,059 04
GOVERNMENT EMPLOYEES COMPENSATION					
22·8	25	Administration of the Government Employees Compensation Act.....	129,100 00	112,749 55	121,323 01
22·8	Stat.	Payments of compensation respecting government employees.....	2,841,404 59	2,841,404 59	2,489,994 40
22·9	Stat.	Payments to dependents of deceased merchant seamen—Merchant Seamen Compensation Act.....	15,685 92 2,986,190 51	15,685 92 2,969,840 06	2,611,317 41
SPECIAL SERVICES					
22·9	8	*Payments under the winter house building incentive program during the 1964-65 and 1965-66 fiscal years.....	14,463,500 00	14,145,000 00	16,280,500 00
22·9	8	Payments under the winter house building incentive program during 1965-66 and 1966-67 fiscal years.....	17,000,000 00 31,463,500 00	1,612,000 00 15,757,000 00	

DEPARTMENT OF LABOUR

22-3

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
GENERAL					
22-9	Stat.	Write-off of assets.....	236 05	236 05	
22-9		Transfer from Department of Finance Vote 15 contingencies.....	36 00 272 05	35 40 271 45	
Total.....			<u>\$ 45,028,728 40</u>	<u>\$ 23,993,710 55</u>	<u>\$ 23,402,111 34</u>

*This vote appears in the 1964-65 Estimates.

DEPARTMENT

Salary of Minister, Salaries Act, c.243, R.S., as amended.....	(1)	\$ 15,000
Motor car allowance to Minister, c.249, R.S., as amended.....	(2)	\$ 2,000

The above amounts were paid to: Hon A J MacEachen for the period April 1 to December 17, 1965, \$12,110; Hon J R Nicholson for period December 18, 1965 to March 31, 1966, \$4,890.

Hon A J MacEachen received travelling expenses of \$5,219 charged to Vote 1 and \$143 charged to Secretary of State Vote 25; Hon J R Nicholson received \$175 charged to Vote 1.

Vote 1 General administration, including grants as detailed in the Estimates; the expenses of the International Labour Conferences; the promotion of labour-management co-operation; the promotion of a program for the employment of the older worker; the promotion of programs for combatting seasonal unemployment; the organization and use of workers for farming and related industries; and the manpower consultative service.....	4,833,500
Vote 1b.....	1,065,000
Vote 1d.....	345,000
Vote 1e.....	47,500
Transfer from Department of Finance Vote 15 contingencies.....	285,100
	<u>6,576,100</u>
Less—amount transferred to Department of Citizenship and Immigration.....	2,211,634
	<u>4,364,466</u>
Expenditures.....	\$ 4,120,863

Departmental administration including grants as detailed in the Estimates and the expenses of the International Labour Conferences

	Estimates	Allotments	Expenditures
Salaries and wages.....\$ 891,750			
Transfer from Department of Finance Vote 15 contingencies.....219,800			
	(1) 1,111,550	1,204,600	1,203,937
Overtime.....	(1)	11,400	7,449
Allowances.....	(2) 31,000	31,000	30,149
A Professional and special services.....	(4) 110,000	58,800	57,368
Travelling expenses.....	(5) 50,775	46,500	39,947
Freight, express and cartage.....	(6) 1,900	4,500	3,353
Postage.....	(7) 1,700	1,700	1,304
Telephones, telegrams and cables.....	(8) 17,975	20,500	20,442
B Printing and binding of the <i>Labour Gazette</i>	(9) 111,000	111,000	110,130
Publication of departmental reports and other material..	(9) 33,000	25,150	15,103
Newspaper, radio and other publicity.....	(10) 6,200	16,200	15,357
Payment to the National Film Board.....	(10) 24,000	24,000	24,000
Rental of office machines.....	(11) 46,000	46,350	46,343
Subscriptions to newspapers and periodicals.....	(11) 4,000	5,000	4,995
Other office stationery, supplies and equipment.....	(11) 55,000	69,000	62,018
Grant to Frontier College.....	(20) 10,000	10,000	10,000

		Estimates	Allotments	Expenditures
	Grant to Labour College of Canada.....	(20) 5,000	5,000	5,000
	Grants to the International Institute for Labour studies including grants to Canadian scholars to work at the Institute.....	(20) 50,000	50,000	50,000
	Grants to the International Advanced Training Centre at Turin.....	(20) 50,000	50,000	50,000
	Unemployment insurance contributions.....	(21) 200	400	326
C	Allowances to delegates and expenses of international labour conferences.....	(22) 55,000	55,000	50,225
	Allowances and expenses of advisory committee members and other conference expenses.....	(22) 1,000	1,000	483
	Development of special manpower and labour-management programs.....	(22) 5,000	5,000	1,411
	Sundries.....	(22) 3,466	5,966	3,631
		\$ 1,783,766	\$ 1,858,066	\$ 1,812,971

J A Byrne, Parliamentary Secretary, received travelling expenses of \$1,194.

A Payments by services with individual payments of \$2000 or over were:

Analysis services \$1,700.

Commissionaire services \$14,688—Canadian Corps of Commissionaires Montreal \$14,688.

Consultant services \$40,250—Woods, Gordon and Company Toronto \$40,250.

B The Queen's Printer is responsible for the sale of the *Labour Gazette* and other departmental publications and the collection of revenues therefrom.

C Expenditures included travelling and living expenses of \$1,000 or over paid to the following non-government employees—B N Arnason \$1,299, J R Davidson \$1,405, J P Despres \$1,245, K Hallsworth \$1,278, H Harm \$1,235, K Kaplansky \$1,371, G Lach \$1,751, G Lachaine \$1,163, G MacDonald \$1,320, G Moore \$1,082, H Plamondon \$1,345, K A Pugh \$1,232, W H Sands \$1,514, P L Schmidt \$1,365, J P Walter \$1,348, W J Whittaker \$1,304.

Economics and research branch including research grants and related expenses

		Estimates	Allotments	Expenditures
	Salaries and wages.....	\$ 378,100		
	Transfer from Department of Finance Vote 15 contingencies.....	33,200		
		(1) 411,300	409,500	408,876
	Overtime.....	(1) 6,700	6,700	2,692
A	Professional and special services.....	(4) 8,100	12,600	10,840
	Travelling expenses.....	(5) 8,000	8,000	4,452
	Freight, express and cartage.....	(6) 500	800	435
	Postage.....	(7) 400	600	432
	Telephones, telegrams and cables.....	(8) 2,800	5,150	3,450
	Publication of research reports and other material.....	(9) 28,700	22,500	13,912
	Office stationery, supplies and equipment.....	(11) 26,600	33,800	29,394
	Grants and other expenses for surveys and research in the labour field.....	(20) 30,000	28,000	27,969
	Unemployment insurance contributions.....	(21) 200	200	149
		\$ 516,600	\$ 527,850	\$ 502,601

A Payments by services with individual payments of \$2,000 or over were:

Electronic computing services \$9,542—International Business Machines Company Limited Don Mills Ont \$9,542.

Miscellaneous services \$1,298.

Administration of the Industrial Relations and Disputes Investigation Act, the Canada Fair Employment Practices Act, and the promotion of labour-management co-operation

		Estimates	Allotments	Expenditures
	Salaries and wages.....	\$ 374,500		
	Transfer from Department of Finance Vote 15 contingencies.....	9,400		
		(1) 383,900	363,875	354,031
	Overtime.....	(1) 25	25	25

		Estimates	Allotments	Expenditures
A	Reporting fees and expenses.....	(4) 5,000	6,900	6,274
B	Legal fees.....	(4)	31,000	30,994
	Travelling expenses.....	(5) 48,000	45,500	38,170
	Freight, express and cartage.....	(6) 600	600	559
	Postage.....	(7) 1,000	1,250	1,242
	Telephones and telegrams.....	(8) 14,500	14,500	14,163
	Publication of informational material.....	(9) 26,500	26,500	25,651
	Posters, radio, film and other publicity.....	(10) 17,000	17,000	15,600
	Office stationery, supplies and equipment.....	(11) 5,200	9,700	9,039
	Unemployment insurance contributions.....	(21) 75	75	48
C	Allowances and expenses of industrial disputes investigations, boards, commissions, referees and advisory committees.....	(22) 125,000	122,500	110,417
	Expenses of conferences on labour-management co-operation.....	(22) 2,000	600	597
	Sundries.....	(22) 325	325	195
		\$ 629,100	\$ 640,350	\$ 607,005

The Canada Labour Relations Board was established under the Industrial Relations and Disputes Investigation Act, c. 54, 1948, and consists of a chairman and such number of other members, not exceeding eight, as the Governor in Council may determine. In addition to the chairman and members of the Board, the Governor in Council may appoint a vice-chairman.

Section 58 of the Act provides that the members shall be paid such remuneration as may be fixed by the Governor in Council and such actual and reasonable expenses as may be incurred by them in the discharge of their duties.

A *Reporting services* \$6,274—Capital Verbatim Reporting Co Ltd Ottawa \$6,274.

B *Legal services* \$30,994—Martineau Walker Allison Beaulieu Tetley and Phelan Montreal \$30,994.

C The chairman, A H Brown, who previously served without remuneration, was paid effective September 1, 1965 at the rate of \$150 per day and the other members A H Balch, E R Complin, J A D'Aoust, A J Hills, D MacDonald, G Picard, H Taylor were paid at the rate of \$100 per day.

Travelling expenses of \$1,000 or over were: A H Balch \$1,346, E R Complin \$1,703, H Taylor \$1,009.

An amount of \$78,780 represented per diem payments in respect of inquiries under the relevant acts. Those of \$2,000 or over were: F W Anderson \$3,081, S Freedman \$15,500, R A Gallagher \$3,725, G N Perry \$4,460.

Travelling expenses of \$1,000 or over paid in respect of inquiries under the relevant acts were: W A Dickie \$1,177.

Labour standards activities including the administration of the Fair Wages and Hours of Labour Act, fair wages policy order, the Annual Vacations Act, the Female Employees Equal Pay Act, and activities associated with determination of wage rates for prevailing rate employees, ships' officers and crews and commissionaire services

		Estimates	Allotments	Expenditures
	Salaries and wages.....	\$ 268,900		
	Transfer from Department of Finance Vote 15 contingencies.....	11,200		
		(1) 280,100	204,075	198,154
	Overtime.....	(1)	300	151
	Travelling expenses.....	(5) 45,000	41,000	24,285
	Freight, express and cartage.....	(6) 500	500	209
	Postage.....	(7) 1,000	550	58
	Telephones and telegrams.....	(8) 5,000	4,350	4,312
	Publication of informational material.....	(9) 8,000	12,000	6,958
A	Newspaper, radio, film and other publicity.....	(10) 185,000	185,000	179,332
	Office stationery, supplies and equipment.....	(11) 15,000	15,000	10,171
	Unemployment insurance contributions.....	(21)	25	16
	Allowances and expenses of consultative or advisory committees and expenses of inquiries.....	(22) 10,000	2,500	650
		\$ 549,600	\$ 465,300	\$ 424,296

A Expenditures consisted of payment to MacLaren Advertising Company Limited Toronto for advertising services in connection with the Canada Labour (Standards) Code.

Administration of the Maritime Transportation Unions Trustees Act

	Estimates	Allotments	Expenditures
Expenses for administration of the Maritime Transportation Unions Trustees Act.....	(22)\$ 297,600	\$ 295,100	\$ 228,312

A Board of Trustees consisting of a chairman and two other members to be appointed by the Governor in Council, was established under section 3 of the Maritime Transportation Unions Trustees Act, c. 17, 1963, to manage and control the maritime transportation unions.

Section 4 of the Act provides that the chairman and other members be paid such remuneration as may be fixed by the Governor in Council together with reasonable travelling and living expenses incurred in the course of their duties while absent from their ordinary places of residence.

The chairman, R Lippe was paid at the rate of \$60 per day; members, J MacKenzie was paid on an annual salary basis, C H Millard received \$55 per day.

Travelling expenses of \$1,000 or over were paid to: J MacKenzie \$5,718, C H Millard \$2,209.

Payments by services with individual payments of \$2,000 or over were:

Accounting advice and services \$20,013—Riddell Stead Graham and Hutchinson Montreal \$20,013.

Consultant services \$1,650.

Examination services \$2,500—Religion-Labour Council of Canada Toronto \$2,500.

Legal services \$17,178—A W R Carrothers London Ont \$2,120, Tansey de Grandpre Bergeron & Monet Montreal \$15,053.

Public relations assessment services \$1,565.

Special Services Branch including the promotion of programs for combatting seasonal unemployment, and the organization and use of workers for farming and related industries

	Estimates	Allotments	Expenditures
Salaries and wages.....\$ 72,650			
Transfer from Department of Finance Vote 15 contingencies..... 4,000			
	(1) 76,650	66,420	56,272
Overtime.....	(1) 130	130	13
A Professional and special services.....	(4) 345,000	345,000	343,442
Travelling expenses.....	(5) 4,800	3,700	338
Freight, express and cartage.....	(6) 300	800	548
Postage.....	(7) 50	100	100
Telephones, telegrams and cables.....	(8) 1,025	1,500	956
Publication of informational material.....	(9) 10,800	5,000	4,783
B Newspaper, radio, film and other publicity.....	(10) 139,200	145,000	133,950
Office stationery, supplies and equipment.....	(11) 9,925	10,000	5,172
Unemployment insurance contributions.....	(21) 50	150	104
	\$ 587,800	\$ 577,800	\$ 545,678

A Contract: Central Mortgage and Housing Corporation Ottawa for inspection of structures built under the winter house building incentive program \$343,442, expenditure \$343,442.

B Expenditures included payment to Canadian Advertising Agency Limited Montreal of \$100,529 for advertising services in connection with the winter house building program.

Total Vote 1.....	\$ 4,364,466	\$ 4,364,466	\$ 4,120,863
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Vote 5 Payments to carry out the purposes of the Vocational Rehabilitation of Disabled Persons Act and agreements made thereunder, including undischarged commitments under previous agreements; payments to provinces under agreements entered into with the provinces by the Minister of Labour with the approval of the Governor in Council for the organization and use of workers for farming and related industries; and to authorize payments in accordance with agreements entered into with the approval of the Governor in Council by the Minister of Labour with provinces, employers and workers in respect of labour mobility and assessment incentives.....1,280,000

Vote 5b.....115,000

Vote 5c To extend the purposes of Labour Vote 5, Main Estimates, 1965-66 to include authority for payments of transitional assistance, in accordance with regulations approved by the Governor in Council, to workers in automotive manufacturing and parts industries who become unemployed as a result of the operation of the Canada-United States agreement on automotive products.....

5,000,000

6,395,000

Less—amount transferred to Department of Citizenship and Immigration.....

1,395,000

5,000,000

Expenditures..... (20) \$ 3,892

The variation between the appropriation and the total of expenditures charged thereto was due to the fact that:

(a) Lay-off of the workers in the industry was not as extensive as was first expected, and with the buoyancy of the labour market, alternative employment was fairly readily available.

(b) Most of the laid off workers who made claims for transitional assistance were disqualified because they were eligible for supplementary unemployment benefit which is a private unemployment benefit scheme provided for in the collective agreements of a number of Canadian companies.

ANNUITIES ACT

Vote 20 Administration and government's contributions to annuities agents pension account in accordance with regulations made pursuant to Vote 181, Appropriation Act No. 5, 1961.....

1,197,300

Expenditures..... \$ 1,124,844

Administration

		Estimates	Allotments	Expenditures
Salaries and wages.....	(1)	599,600	607,600	605,985
Overtime.....	(1)	1,500	3,100	2,194
Commissions to agents.....	(4)	300,000	288,900	236,104
A Other professional and special services.....	(4)	131,000	127,500	127,010
Travelling expenses.....	(5)	2,400	2,400	759
Freight, express and cartage.....	(6)	1,800	1,800	1,485
Postage.....	(7)	4,500	4,500	3,298
Telephones, telegrams and other communication services.....	(8)	13,700	13,700	13,580
Publication of informational material.....	(9)	1,000	1,000	820
Newspaper, periodical, radio, poster and other publicity.....	(10)	75,000	75,000	68,525
Office stationery, supplies and equipment.....	(11)	30,000	35,000	29,427
Unemployment insurance contributions.....	(21)	100	100	7
Security premiums.....	(22)	2,500	2,500	1,912
Sundries.....	(22)	500	500	38
		\$ 1,163,600	\$ 1,163,600	\$ 1,091,144

A Payments by services with individual payments of \$2,000 or over were:

Wages of annuity field office assistants \$54,404—E Andre Ottawa \$3,229, J L Beaudet Quebec \$3,251, O Birrell Riverside Ont \$3,274, E G Bourne Regina \$3,183, M Brooks Toronto \$3,183, R L Brough Kitchener Ont \$2,862, S Carbonneau Montreal \$3,681, G E Davis Calgary Alta \$3,274, L Hoe Vancouver \$2,779, C Landers Hamilton Ont \$3,274, E T Lupkoski Saskatoon Sask \$2,724, E L MacDowall Toronto \$2,410, R K Martell Winnipeg \$3,274, A Nordness Jasper Alta \$2,718, G Olsson Saint John NB \$3,274, V Turner London Ont \$3,274.

Collection of annuity premiums \$69,000—Government of Canada—Post Office Department \$69,000.

Commissionaire services \$3,601—Canadian Corps of Commissionaires Montreal \$3,601.

Government's contribution to annuities agents pension account in accordance with regulations made pursuant to Vote 181, Appropriation Act No. 5, 1961

		Estimates	Allotments	Expenditures
Contribution.....	(21)	\$ 33,700	\$ 33,700	\$ 33,700
Total Vote 20.....		\$ 1,197,300	\$ 1,197,300	\$ 1,124,844

GOVERNMENT EMPLOYEES COMPENSATION

Vote 25 Administration of the Government Employees Compensation Act	123,100
Vote 25b	6,000

Expenditures \$ 112,749

	Estimates	Allotments	Expenditures
Salaries	(1) 96,100	96,080	93,485
Legal Fees	(4) 3,500	3,500	1,338
Travelling expenses	(5) 3,300	3,300	3,278
Freight, express and cartage	(6) 250	250	83
Postage	(7) 250	750	484
Telephones and telegrams	(8) 1,200	1,200	1,196
Publication of informational material	(9) 9,500	9,500	3,863
Safety posters and other publicity	(10) 12,000	10,000	5,523
Office stationery, supplies and equipment	(11) 3,000	3,500	2,914
Unemployment insurance contributions	(21) 20	20	3
Sundries	(22) 1,000	1,000	582
	<u>\$ 129,100</u>	<u>\$ 129,100</u>	<u>\$ 112,749</u>

Payments of compensation respecting Government employees (Chap. 134, R.S., as amended)	2,841,405
Expenditures	<u>\$ 2,841,405</u>

	Estimates	Allotments	Expenditures
Federal Government's share of administration expenses of provincial boards	(4) 425,489	425,489	425,489
A Payments of compensation for Public Service employees	(21) 2,415,916	2,415,916	2,415,916
	<u>\$ 2,841,405</u>	<u>\$ 2,841,405</u>	<u>\$ 2,841,405</u>

A The claims of employees eligible for compensation are dealt with and paid by the Provincial Workmen's Compensation Boards from funds advanced by the Federal Government. Claims of employees resident in the Northwest Territories and the Yukon Territory are adjusted through the Workmen's Compensation Board of Alberta. Details of transactions resulting in the above expenditures follow:

Payments

Provincial Boards

Newfoundland	51,086
Nova Scotia	254,759
Prince Edward Island	33,881
New Brunswick	85,134
Quebec (Workmen's Compensation Commission)	830,056
Ontario	1,179,454
Manitoba	119,721
Saskatchewan	143,804
Alberta	384,855
British Columbia	372,004

3,454,754

Payments-respecting locally engaged employees outside Canada...

5,240

3,459,994

Less: Assessments and refunds

Assessments 304,874

Refunds:

Claims and costs recovered from Crown agencies	216,432
Sundry administrative expenses	25,813
Miscellaneous	71,470

313,715

618,589

\$ 2,841,405

STATUS OF ADVANCES, GOVERNMENT EMPLOYEES COMPENSATION ACT

Board	Advances as at Mar. 31, 1966	*Outstanding charges as at Mar. 31, 1966	Advances less outstanding charges as at Mar. 31, 1966
Newfoundland.....	20,000	4,320	15,680
Nova Scotia.....	50,000	22,866	27,134
Prince Edward Island.....	5,000	1,628	3,372
New Brunswick.....	15,000	9,791	5,209
Quebec (Workmen's Compensation Commission).....	175,000		175,000
Ontario.....	150,000	125,222	24,778
Manitoba.....	25,000	10,964	14,036
Saskatchewan.....	50,000	18,845	31,155
Alberta.....	100,000	42,082	57,918
British Columbia.....	100,000	43,983	56,017
	<u>\$ 690,000</u>	<u>\$ 279,701</u>	<u>\$ 410,299</u>

*Administration expenses of Provincial Boards which have been charged to advances pending reimbursement by department.

NOTE.—Advances as at March 31, 1966, were carried forward to 1966-67 as they represented the amounts which were shown as outstanding in the books of the department.

Payments to dependents of deceased merchant seamen—Merchant Seamen Compensation Act, c. 16, R.S., as amended..... (22) \$ 15,686

SPECIAL SERVICES

Vote 8b Payments in accordance with terms and conditions approved by the Governor in Council under the winter house building incentive program during the fiscal years 1964-65 and 1965-66 of \$500 per dwelling unit substantially built during the period November 15, 1964 to March 31, 1965..... \$ 15,000,000
Expenditures 1964-65..... 2,536,500

Unexpended balance..... 12,463,500

Vote 8a To extend to April 15, 1965 the termination date of the period referred to in Labour Vote 8b of the Appropriation Act No. 10, 1964; to authorize payments in the current fiscal year of undischarged commitments under Labour Vote 34d of the Appropriation Act No. 5, 1963; and to supplement the said Vote 8b..... 2,000,000

Vote 8d Payments in accordance with terms and conditions approved by the Governor in Council under the winter house building incentive program during the fiscal years 1965-66 and 1966-67 of \$500 per dwelling unit substantially built during the period November 15, 1965 to April 15, 1966; and to authorize payments in those fiscal years in respect of previous winter house building incentive programs..... 17,000,000

Expenditures 1965-66..... (20) \$ 15,757,000

Vote 8b appears in the 1964-65 Supplementary Estimates and is included in Appropriation Act No. 10, 1964.

GENERAL

Write-off of assets, Financial Administration Act, c. 116, R.S., as amended..... (22) \$ 236

The above represents 3 items deleted under section 23 of the Act of which \$8 was credited to "Finance—Retirement fund" and \$228 credited to "Labour suspense"—see under schedules, Annuity, Insurance and Pension Accounts, and Suspense Accounts, in volume I of this report.

Transfer from Department of Finance Vote 15 contingencies..... (22) \$ 35

The above transfer was authorized by T.B. 651032, February 3, 1966 to cover expenses pertaining to floral tributes forwarded on behalf of the Minister and staff of the Department of Labour and on behalf of the chairman and members of the National Technical and Vocational Training Advisory Council on the death of Dr C Fred

McNally who was previously chairman of the National Technical and Vocational Training Advisory Council and a member of the Advisory Council for the Rehabilitation of Disabled Persons.

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages	2,975,650	2,948,264	2,471,587
(2) Civilian allowances	33,000	32,149	31,772
(4) Professional and special services	1,328,089	1,238,859	1,099,195
(5) Travelling and removal expenses	162,275	111,229	104,407
(6) Freight, express and cartage	5,850	6,672	7,079
(7) Postage	8,950	6,918	7,217
(8) Telephones, telegrams and other communication services ..	56,200	58,099	49,161
(9) Publication of departmental reports and other material	222,700	181,220	137,706
(10) Exhibits, advertising, films, broadcasting and displays	464,200	442,287	216,142
(11) Office stationery, supplies, equipment and furnishings	194,725	199,473	154,534
(20) Contributions, grants, subsidies, etc., not included elsewhere	36,608,500	15,903,861	16,350,224
(21) Pensions, superannuation and other benefits	2,450,241	2,450,269	2,297,804
(22) All other expenditures	518,349	414,411	475,284
Total	\$45,028,729	\$23,993,711	\$23,402,112

Estimated value of major services not included in this department's appropriations

	1956-66	1964-65
Accommodation—provided by Department of Public Works	2,767,000	2,790,800
Accounting and cheque issue services—Comptroller of the Treasury	801,600	702,700
Contributions to superannuation account—Department of Finance	1,246,400	1,165,400
Employee surgical-medical insurance premiums—Department of Finance	123,200	116,500
*Employee compensation payments—Department of Labour	5,700	6,100
Carrying of franked mail—Post Office Department	185,400	144,700
	\$ 5,129,300	\$ 4,926,200

*Included in this department's estimates.

Estimated value of major services provided to other departments

	Employee compensation payments 1965-66	1964-65
Agriculture	102,300	97,100
Auditor General's Office	100	100
Board of Broadcast Governors	100	100
Canada Emergency Measures Organization	100	100
Office of the Chief Electoral Officer	3,500	2,400
Citizenship and Immigration	32,300	29,000
Civil Service Commission	100	100
Defence Production	7,500	7,200
External Affairs	2,800	3,100
Finance	6,300	6,000
Fisheries	36,500	35,000
Forestry	13,500	13,900
Justice	3,800	3,300
Legislation	1,300	1,600

DEPARTMENT OF LABOUR

22-11

Mines and Technical Surveys.....	21,300	21,000
National Energy Board.....	100	
National Defence.....	838,000	835,700
National Film Board.....	4,300	4,500
National Gallery of Canada.....	100	100
National Health and Welfare.....	60,900	67,700
National Research Council.....	14,600	13,300
National Revenue.....	22,200	23,700
Northern Affairs and National Resources.....	166,000	167,800
Post Office.....	269,900	261,900
Privy Council.....	500	400
Public Archives.....	100	100
National Library.....	100	100
Public Printing and Stationery.....	700	600
Public Works.....	148,000	154,700
Royal Canadian Mounted Police.....	6,700	7,700
Secretary of State.....	1,400	2,000
Solicitor General.....	40,000	34,400
Trade and Commerce.....	24,100	25,400
Transport.....	265,000	265,300
Board of Transport Commissioners for Canada.....	100	100
Unemployment Insurance Commission.....	8,300	8,700
Veterans Affairs.....	122,800	118,500
	<u>\$ 2,225,400</u>	<u>\$ 2,212,700</u>

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
A Return on investments.....	3,779 29	2,141 44
B Proceeds from sales.....	4,593 89	3,604 34
C Services and service fees.....	1,860 00	1,817 20
D Refunds of previous years' expenditure.....	11,710 18	26,381 53
E Miscellaneous.....	1,502,791 86	833,888 24
Total.....	<u>\$1,524,735 22</u>	<u>\$ 867,832 75</u>

Details

Non-Tax Revenue—	
A Return on investments.....	3,779
B Proceeds from sales.....	4,594
C Services and service fees: Amount received from employers to cover costs of administration of the Merchant Seamen Compensation Act.....	1,860
D Refunds of previous years' expenditure amounted to \$1,357,331 less \$1,345,621 transferred to the Department of Citizenship and Immigration; the 1964-65 total of \$1,336,462 was pro-rated as follows: Department of Labour \$26,382 and the Department of Citizenship and Immigration \$1,310,080.....	11,710
E Miscellaneous: Amount of Government annuities account in excess of actuarial value of outstanding contracts, \$1,501,684; sundries, \$1,108.....	1,502,792
Total.....	<u>\$ 1,524,735</u>

Certified correct.

GEORGE HAYTHORNE,
Deputy Minister of Labour.

Comparative Statement of Accounts Receivable
at March 31

	1966	1965
Current year—		
Collectable.....	52,003	120
Previous years—		
Uncollectable.....	117	17,465
	<u>\$ 52,120</u>	<u>\$ 17,585</u>

During the year, 470 items amounting to \$17,402 were deleted under authority of section 23 of the Financial Administration Act, c. 116, R.S., as amended.

1965-66

PUBLIC ACCOUNTS

•

LEGISLATION

•

Details of

EXPENDITURES AND REVENUES

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LEGISLATION

APPROPRIATIONS AND EXPENDITURES

NOTE. — Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
THE SENATE					
		Members of the Senate—			
23-3	Stat.	Salary and motor car allowance of the Speaker of the Senate, and payments to Members of the Senate under the Senate and House of Commons Act.....	1,490,307 19	1,490,307 19	1,522,501 09
23-3	1	Allowance in lieu of residence to the Speaker of the Senate.....	3,000 00	3,000 00	3,000 00
23-3	5	General administration.....	1,263,400 00	1,246,657 71	1,148,935 18
23-4	7	To deem, for the purpose of enabling the Governor in Council to grant an annuity under section 16 of An Act to make provision for the retirement of members of the Senate, that Senator J W Comeau was, at the time of his death, a person who had been granted an annuity under section 15 of the said Act.....	1 00		
23-4	27*	To authorize, during the current and subsequent fiscal years, payment of a gratuity in respect of the death of any member of the Senate or House of Commons subsequent to August 2, 1963, to the surviving spouse or the estate of the deceased member.....	4,000 00	4,000 00	
			2,760,708 19	2,743,964 90	2,674,436 27
HOUSE OF COMMONS					
23-4	Stat.	Members of the House of Commons—			
		Salaries and Allowances of Officers and Members of the House of Commons.....	5,261,296 37	5,261,296 37	5,478,195 21
23-5	10	Allowances in lieu of residences.....	8,500 00	6,522 23	8,500 00
23-6	15	Expenses of the Canada-United States Inter-Parliamentary Group.....	371,475 00	352,985 57	54,395 23
23-6	20	General Administration.....	5,905,800 00	5,869,612 21	5,588,942 50
23-7	27*	To authorize, during the current and subsequent fiscal years, payment of a gratuity in respect of the death of any member of Senate or House of Commons.....	4,000 00	4,000 00	10,000 00
			11,551,071 37	11,494,416 38	11,140,032 94
LIBRARY OF PARLIAMENT					
23-7	25	General Administration.....	482,900 00	473,441 43	400,397 52
		Total.....	\$14,794,679 56	\$14,711,822 71	\$14,214,866 73

*This vote appears in 1964-65 Estimates.

THE SENATE

- NOTES—(a) Sessions during the year were the Second Session of the Twenty-sixth Parliament which commenced on February 18, 1964 and ended on April 2, 1965, the Third Session of the Twenty-sixth Parliament which commenced on April 5, 1965 and ended September 8, 1965 and the First Session of the Twenty-seventh Parliament which commenced on January 18, 1966 and was still in progress as at March 31, 1966.
- (b) Details of payments of indemnities, expense allowances and travelling expenses are shown in Appendix 1 to this section.

Members of the Senate—Salary and motor car allowance of the Speaker of the Senate, and payments to Members of the Senate under the Senate and House of Commons Act

The Speaker of the Senate—Salary and motor car allowance, c. 249, R.S., as amended

Salary.....	(1)	9,000
Motor car allowance.....	(2)	1,000
		<hr/> 10,000

The above amounts were paid to: Hon Maurice Bourget for the period April 1, 1965 to January 6, 1966, \$7,661; Hon Sidney J Smith for the period January 7 to March 31, 1966, \$2,339.

Members of the Senate—Indemnities, c. 249 R.S., as amended

Indemnities.....	(1)	1,113,037
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Members of the Senate—Travelling Expenses, c. 249 R.S., as amended

Travelling expenses.....	(5)	39,614
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Members of the Senate—Expense allowances, c. 249, R.S., as amended

Expense allowances.....	(2)	276,747
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Members of the Senate—Annual allowance to the Leader of the Government in the Senate, Hon John J Connolly, c. 249, R.S., as amended

Allowance.....	(2)	10,000
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Members of the Senate—Annual allowance to the Leader of the Opposition in the Senate, Hon Alfred J Brooks, c. 249, R.S., as amended

Allowance.....	(2)	6,000
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Members of the Senate—Government's contribution to the Members of Parliament Retiring Allowances account, c. 329, R.S., as amended

Contribution.....	(21)	5,912
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This account is included under the schedule, Annuity, Insurance and Pension Accounts, in volume I of this report. A statement of transactions for the year ended March 31, 1966, is given in appendix 4 to this section.

Members of the Senate—Pensions to retired Senators, Members of Parliament Retiring Allowances Act—Part III

Pension.....	(21)	28,997
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Total Statutory item.....		\$ 1,490,307
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Vote 1 Allowance in lieu of residence to the Speaker of the Senate.....		3,000
Expenditure.....	(2)	\$ 3,000

The above amounts were paid to: Hon Maurice Bourget for the period April 1, 1965 to January 6, 1966, \$2,298; Hon Sidney J Smith for the period January 7 to March 31, 1966, \$702.

Vote 5 General administration.....		1,077,200
Vote 5e.....		79,200
Transfer from Department of Finance Vote 15 contingencies.....		107,000
		<hr/> 1,263,400
Expenditures.....		\$ 1,246,658

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 818,500			
Transfer from Department of Finance Vote 15 contingencies.....	107,000			
Carriage of mail between postal terminal and the Senate.....	(1)	925,500	927,695	927,069
Postage.....	(6)	2,000	1,475	1,475
Telephones and telegrams.....	(7)	500	291	291
Publishing Senate debates, Queen's Printer.....	(8)	35,400	27,600	27,505
Printing of other publications.....	(9)	80,000	80,150	74,280
Office stationery, supplies and equipment.....	(9)	130,500	145,731	135,583
Newspapers and periodicals for reading room.....	(11)	16,500	16,788	16,788
Materials and supplies.....	(11)	5,000	5,121	5,121
Expenses of committees.....	(12)	11,000	10,575	10,574
Sundries.....	(22)	48,000	37,019	37,018
	(22)	9,000	10,955	10,954
		\$ 1,263,400	\$ 1,263,400	\$ 1,246,658

The Department of Public Printing and Stationery received \$238,620 from this vote.

Vote 7e To deem, for the purpose of enabling the Governor in Council to grant an annuity under section 16 of An Act to make provision for the retirement of members of the Senate, that Senator J W Comeau was, at the time of his death, a person who had been granted an annuity under section 15 of the said Act (21) \$1

Vote 27d To authorize, during the current and subsequent fiscal years, payment of a gratuity in respect of the death of any member of the Senate or House of Commons subsequent to August 2, 1963, to the surviving spouse or the estate of the deceased member, in an amount equal to two months sessional indemnity and to ratify any such payments made during the 1963-64 fiscal year..... (21) \$ 4,000

Vote 27 appears in the 1964-65 Estimates and is included in Appropriation Act No 2, 1965.

HOUSE OF COMMONS

- NOTES—(a) The Sessions during the year were the Second Session of the Twenty-sixth Parliament which commenced on February 18, 1964 and ended on April 2, 1965, the Third Session of the Twenty-sixth Parliament which commenced on April 5, 1965 and ended on September 8, 1965 and the First Session of the Twenty-seventh Parliament which commenced on January 18, 1966 and was still in progress as at March 31, 1966.
- (b) Details of payments of indemnities, allowances and transportation expenses are shown in Appendix 2 to this section.
- (c) Details of payments of salaries to Parliamentary Secretaries to Ministers are shown in Appendix 3 to this section.

Members of the House of Commons—Salaries and allowances of Officers and Members of the House of Commons under the Senate and House of Commons Act and the Government's contribution to the Members of Parliament Retiring Allowances Account Chap. 329, R.S.

The Speaker of the House of Commons—Salary and motor car allowance, c. 249, R.S., as amended

Salary.....	(1)	9,000
Motor car allowance.....	(2)	1,000
		10,000

Payments were made to: Hon A A Macnaughton for period April 1, 1965 to January 18 a.m., 1966, salary, \$7,173, motor car allowance, \$797; Hon L Lamoureux for period January 18 p.m. to March 31, 1966, salary \$1,827, motor car allowance, \$203.

Deputy Speaker of the House of Commons—Salary, c. 249, R.S., as amended

Salary.....	(1)	3,842
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Payments were made to: Hon L Lamoureux for period April 1 to September 7, 1965, \$2,616;
H M Batten for period January 18 to March 31, 1966, \$1,226.

Members of the House of Commons—Indemnities, including annual allowances to the Leader of the Opposition, other Opposition Party Leaders and the Chief Government Whip and the Chief Opposition Whip, c. 249, R.S., as amended

Indemnities.....	(1)	3,192,586
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Members of the House of Commons — Travelling expenses, c. 249, R.S., as amended, and Vote 578, Appropriation Act No. 2, 1954

Travelling expenses.....	(5)	240,860
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Vote 578 authorized payment of actual transportation expenses for dependent members of the family of each member of the House of Commons for the Yukon Territory and the Northwest Territories from his place of residence to the most convenient railway point and return for each session of Parliament.

Payments authorized by the Senate and House of Commons Act amounted to \$239,842, and by Vote 578 to \$1,018.

Members of the House of Commons — Expense allowances, c. 249, R.S., as amended

Expense allowances.....	(2)	1,580,728
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Members of the House of Commons — Government's contribution to the Members of Parliament Retiring Allowances account, c. 329, R.S., as amended

Contribution.....	(21)	189,756
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This account is included under the schedule, Annuity, Insurance and Pension Accounts, in volume I of this report. A statement of transactions for the year ended March 31, 1966, is given in appendix 4 to this section.

Members of the House of Commons — Salaries of Parliamentary Secretaries to Ministers, Parliamentary Secretaries Act, c. 15, 1959

Salaries.....	(1)	41,524
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Members of the House of Commons — Motor car allowance — Leader of the Opposition, Rt Hon J G Diefenbaker, c. 249, R.S., as amended

Motor car allowance.....	(2)	2,000
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Total Statutory item.....		\$5,261,296
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Vote 10 Members of the House of Commons — Allowances in lieu of residence to the Speaker of the House of Commons, and in lieu of apartments to the Deputy Speaker of the House of Commons; allowance to the Deputy Chairman of Committees

Vote 10b.....		6,500
		2,000

Expenditures.....		8,500
		\$ 6,522

The Speaker of the House of Commons — Allowance in lieu of residence

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Allowance.....	(2)	\$ 3,000	\$ 3,000	\$ 3,000

Payments were made to: Hon A A MacNaughton for period April 1, 1965 to January 18 a.m., 1966, \$2,391;
Hon L Lamoureux for period January 18 p.m. to March 31, 1966, \$609.

Deputy Speaker of the House of Commons — Allowance in lieu of apartments

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Allowance.....	(2)	\$ 1,500	\$ 1,500	\$ 960

Payments were made to: Hon L Lamoureux for period April 1 to September 7, 1965, \$654; H M Batten for period January 18 to March 31, 1966, \$306.

Allowance to the Deputy Chairman of Committees

		Estimates	Allotments	Expenditures
Allowance.....	(2)	\$ 4,000	\$ 4,000	\$ 2,562

Payments were made to: H M Batten for period April 1 to September 7, 1965, \$1,744; M Rinfret for period January 18 to March 31, 1966, \$818.

Total Vote 10.....		\$ 8,500	\$ 8,500	\$ 6,522
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Vote 15 Expenses of the Canada-United States Inter-Parliamentary Group, of delegates attending other inter-parliamentary conferences, expenses connected with visits of delegates from other legislatures, including the expenses of the Inter-Parliamentary Conference to be held in Ottawa in 1965, Canada's fee for membership in the Inter-Parliamentary Union, Canada's share of the expenses of the Commonwealth Parliamentary Association including subscriptions to publications of the Association, and a grant of \$22,000 to the Canadian North Atlantic Treaty Organization Parliamentary Association.....				316,475
Vote 15d.....				55,000

				371,475
Expenditures.....				\$ 352,986

Expenses of the Canada-United States Inter-Parliamentary Group, of delegates attending other Inter-Parliamentary conferences, expenses connected with visits of delegates from other legislatures, including the expenses of the Inter-Parliamentary Conference to be held in Ottawa in 1965 and Canada's fee for membership in the Inter-Parliamentary Union

		Estimates	Allotments	Expenditures
Canada's fee for membership in the Inter-Parliamentary Union.....	(20)	4,375	4,375	4,357
Expenses.....	(22)	46,800	46,800	33,538
Planning and organizing 54th annual Inter-Parliamentary Conference in Ottawa, 1965.....	(22)	250,000	250,000	245,071
		\$ 301,175	\$ 301,175	\$ 282,966

Canada's share of the expenses of the Commonwealth Parliamentary Association including subscriptions to publications of the Association

		Estimates	Allotments	Expenditures
Canada's assessment for membership in the Association.....	(20)	23,800	23,800	23,520
Grant to the Canadian Branch of the Association.....	(20)	24,500	24,500	24,500
		\$ 48,300	\$ 48,300	\$ 48,020

Grant to the Canadian North Atlantic Treaty Organization Parliamentary Association

		Estimates	Allotments	Expenditures
Grant.....	(20)	\$ 22,000	\$ 22,000	\$ 22,000
Total Vote 15.....		\$ 371,475	\$ 371,475	\$ 352,986

Vote 20 General administration.....				5,035,500
Vote 20b.....				10,000
Vote 20e.....				220,000
Transfer from Department of Finance Vote 15 contingencies.....				640,300
				5,905,800
Expenditures.....				\$ 5,869,612

Estimates of the Clerk

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Salaries and wages.....	\$ 2,024,700			
Transfer from Department of Finance Vote 15 contingencies.....	280,000			
		(1) 2,304,700	2,429,700	2,424,297
Professional and special services.....		(4) 55,000	55,000	53,487
Transportation of mails.....		(6) 3,700	3,900	3,862
Postage.....		(7) 1,300	1,300	1,300
Telephones and telegrams.....		(8) 81,600	91,600	88,848
Publishing debates.....		(9) 750,000	748,000	747,094
Printing of other publications.....		(9) 455,000	477,000	473,287
Office stationery, supplies and equipment.....		(11) 215,000	195,000	189,852
Unemployment insurance contributions.....		(21) 13,500	15,500	15,098
Expenses of committees.....		(22) 190,000	48,800	41,788
Sundries including official hospitality.....		(22) 12,000	15,000	14,671
		<u>\$ 4,081,800</u>	<u>\$ 4,080,800</u>	<u>\$ 4,053,584</u>

Estimates of the Sergeant-at-Arms

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Salaries.....	\$ 1,353,500			
Transfer from Department of Finance Vote 15 contingencies.....	360,300			
		(1) 1,713,800	1,713,800	1,709,618
Professional and special services.....		(4) 26,500	26,500	23,964
Materials and supplies.....		(12) 72,000	72,000	70,480
Unemployment insurance contributions.....		(21) 9,500	10,500	10,265
Gratuities to retiring unclassified staff.....		(21) 1,000	400	400
Sundries.....		(22) 1,200	1,800	1,301
		<u>\$ 1,824,000</u>	<u>\$ 1,825,000</u>	<u>\$ 1,816,028</u>
Total Vote 20.....		<u>\$ 5,905,800</u>	<u>\$ 5,905,800</u>	<u>\$ 5,869,612</u>

Vote 27d To authorize, during the current and subsequent fiscal years, payment of a gratuity in respect of the death of any member of the Senate or House of Commons subsequent to August 2, 1963, to the surviving spouse or the estate of the deceased member, in an amount equal to two months sessional indemnity and to ratify any such payments made during the 1963-64 fiscal year..... (21) **\$ 4,000**

Vote 27d appears in the 1964-65 Estimates and is included in Appropriation Act No. 2, 1965.

LIBRARY OF PARLIAMENT

Vote 25 General administration.....				482,900
Expenditures.....				\$ 473,411
		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Salaries and wages.....	(1)	380,000	389,000	388,044
Microfilming.....	(4)	7,500	7,500	7,303
Professional and special services.....	(4)	3,000	3,000	1,423
Travelling expenses.....	(5)	2,000	1,700	1,415
Freight, express and cartage.....	(6)	300	300	236
Postage.....	(7)	200	200	113
Telephones and telegrams.....	(8)	2,200	2,500	2,455
Books for general library, including bindings.....	(11)	57,000	48,000	47,994
Office stationery, supplies and equipment.....	(11)	18,000	18,000	12,714
Newspapers and periodicals for the reading room.....	(11)	9,000	9,000	8,991
Acquisition of equipment.....	(16)	2,000	2,200	2,119
Repairs and upkeep of equipment.....	(17)	700	500	94
Sundries.....	(22)	1,000	1,000	540
		<u>\$ 482,900</u>	<u>\$ 482,900</u>	<u>\$ 473,441</u>

This vote was provided for the cost of administration and for the purchase of reading and reference material for the Library of Parliament.

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	9,692,989	9,818,018	9,256,251
(2) Civilian allowances.....	1,888,975	1,886,997	1,890,758
(4) Professional and special services.....	92,000	86,177	10,211
(5) Travelling and removal expenses.....	282,475	281,890	451,819
(6) Freight, express and cartage.....	6,000	5,573	7,177
(7) Postage.....	2,000	1,704	1,538
(8) Telephones, telegrams and other communication services.....	119,200	118,808	115,322
(9) Publication of departmental reports and other material.....	1,415,500	1,430,245	1,635,577
(11) Office stationery, supplies, equipment and furnishings.....	320,500	281,459	284,565
(12) Material and supplies.....	83,000	81,054	80,004
Equipment—			
(16) Acquisition.....	2,000	2,119	
(17) Repairs and upkeep.....	700	94	364
(20) Contributions, grants, subsidies, etc., not included elsewhere.....	74,675	74,377	45,027
(21) Pensions, superannuation and other benefits.....	256,666	258,428	271,070
(22) All other expenditures.....	558,000	384,880	165,184
Total.....	\$14,794,680	\$14,711,823	\$14,214,867

Estimated value of major services not included
in this department's appropriation

	1965-66	1964-65
Accommodation — provided by the Department of Public Works.....	580,400	580,300
Accounting and cheque issue services — Comptroller of the Treasury.....	81,700	64,300
Contributions to superannuation account — Department of Finance.....	288,300	165,100
Surgical-medical insurance premiums on behalf of Senators, Members of the House of Commons and employees — Department of Finance.....	88,800	33,500
Employee compensation payments — Department of Labour.....	1,300	1,600
Carrying of franked mail — Post Office Department.....	175,900	180,300
	<u>\$ 1,216,400</u>	<u>\$ 1,025,100</u>

REVENUES

THE SENATE

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
A Privileges, licenses and permits.....	151,420 15	141,615 25
B Services and service fees.....	3,564 61	4,131 70
Refunds of previous years' expenditure.....		710 00
C Miscellaneous.....	53,482 32	
Total.....	<u>\$ 208,467 08</u>	<u>\$ 146,456 95</u>

Details

Non-Tax Revenue—		
A Privileges, licenses and permits:		
Fees on private bills.....	153,440	
Less—Fees on private bills refunded.....	2,020	
		151,420
B Services and service fees: Certified copies of Acts of Parliament.....		3,565
C Miscellaneous: Senators' contributions to the consolidated revenue fund, Members of Parliament Retiring Allowances Act—Part III.....		53,482
Total.....		<u>\$ 208,467</u>

Certified correct.

J. F. MacNEILL,
Clerk of the Senate.

HOUSE OF COMMONS

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
A Privileges, licences and permits.....	10,080 00	23,475 00
B Refunds of previous years' expenditure.....	71 20	555 35
C Miscellaneous.....	2,821 90	4,194 20
Total.....	<u>\$ 12,973 10</u>	<u>\$ 28,224 55</u>

Details

Non-Tax Revenue—		
A Privileges, licences and permits: Fees on private bills, \$8,440; registration fees, parliamentary agents, \$1,640.....		10,080
B Refunds of previous years' expenditure.....		71
C Miscellaneous.....		2,822
Total.....		<u>\$ 12,973</u>

Certified correct.

LÉON J. RAYMOND,
Clerk of the House of Commons.

LIBRARY OF PARLIAMENT

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
Refund of previous years' expenditure.....		2 00
A Miscellaneous.....	590 65	167 15
Total.....	<u>\$ 590 65</u>	<u>\$ 169 15</u>

Details

Non-Tax Revenue—		
A Miscellaneous.....		591
Total.....		<u>\$ 591</u>

Certified correct.

E. J. SPICER,
Parliamentary Librarian.

Comparative Statement of Accounts Receivable
at March 31

THE SENATE

	1966	1965
Current Year—		
Collectible.....		
Uncollectible.....		117
Previous Years—		
Collectible.....		710
Uncollectible.....	117	
	<u>117</u>	<u>827</u>

HOUSE OF COMMONS

Previous years—		
Uncollectible.....		495
	<u>\$ 117</u>	<u>\$ 1,322</u>

During the year one item in the amount of \$495 was deleted under authority of P.C. 1965-25/909, May 20, 1965.

Appendix 1

THE SENATE

Statement of Indemnities, Allowances and Travelling
Expenses paid in 1965-66

Honourable Members of the Senate	Indemnities paid on annual basis	Expense allowances paid quarterly	Travelling expenses
	\$	\$	\$
Aird J B.	12,000	3,000	616
Argue H R.	1,178	300	100
Aseltine W M.	12,000	3,000	338
Baird A B.	12,000	3,000	142
Basha M G.	12,000	3,000	442
Beaubien A L.	12,000	3,000	600
Beaubien L P.	12,000	3,000	674
Belisle R.	12,000	3,000	.....
Benidickson W M.	8,806	2,201	132
Bishop C L.	12,000	3,000	.....
Blois F M.	12,000	3,000	757
Boucher W A.	12,000	3,000	360
Bouffard P H.	11,000	2,642	133
Bourget M.	12,000	3,000	203
Bourque R.	12,000	3,000	.....
Bradley F G.	12,000	2,250	.....
Brooks A J.	12,000	3,000	440
Buchanan J A.	6,032	1,508	180
Burchill G P.	12,000	3,000	400
Cameron D.	12,000	3,000	799
Choquette L.	12,000	3,000	.....
Comeau J W and estate of.	9,000	2,250	280
Connolly H J.	12,000	3,000	1,024
Connolly J J.	12,000	3,000	.....
Cook E.	12,000	3,000	552
Crerar T A.	12,480	3,480	120
Croll D A.	12,000	3,000	772
Davey D K.	1,179	300	.....
Davies W R.	12,180	3,180	.....
Denis A.	12,000	3,000	133
Deschatelets J P.	1,179	300	.....
Dessureault J M.	12,000	3,000	575
Dupuis V.	12,000	3,000	.....
Farris J W de B.	11,700	2,700	.....
Fergusson M McQ.	12,000	3,000	.....
Flynn J.	12,000	3,000	954
Fournier E.	12,000	3,000	931
Fournier S.	12,000	3,000	209
Gelinas L P.	11,940	2,940	356
Gershaw F W.	12,000	3,000	240
Gladstone J.	11,820	2,820	1,104
Gouin L M.	12,000	3,000	.....
Grant T V.	4,581	1,149	.....
Grosart A.	12,000	3,000	200
Haig J C.	12,000	3,000	1,358
Hastings E A.	1,178	300	392
Hayden S A.	12,000	3,000	418
Hays H W.	1,178	300	.....
Hnatyshyn J.	12,000	3,000	899
Hodges N.	2,367	593	.....
Hollett M.	12,000	3,000	700
Hugessen A K.	12,000	3,000	.....

**Statement of Indemnities, Allowances and Travelling
Expenses paid in 1965-66—Concluded**

Honourable Members of the Senate	Indemnities paid on annual basis	Expense allowances paid quarterly	Travelling expenses
	\$	\$	\$
Inman F E.....	12,000	3,000	800
Irvine O L.....	12,000	3,000	280
Isnor G B.....	12,000	3,000	327
Jodoin M B.....	12,000	3,000	
Kinley J J.....	12,000	3,000	653
Lambert N P and estate of.....	8,000	1,785	
Lang D.....	12,000	3,000	457
Lefrancois J E.....	12,000	3,000	133
Leonard T D.....	12,000	3,000	692
MacDonald J J.....	12,000	3,000	148
Macdonald J M.....	12,000	3,000	400
Macdonald W R.....	12,000	3,000	1,061
MacKenzie N A MacR.....	1,178	300	
McCutcheon M W.....	12,000	3,000	171
McDonald A H.....	7,613	1,900	917
McElman C R.....	1,179	300	
McGrand F A.....	12,240	3,240	142
McKeen S S.....	12,000	3,000	464
McLean A N.....	12,000	3,000	692
Methot L.....	12,000	3,000	303
Molson H de M.....	11,880	2,880	
Monette G.....	12,000	3,000	
Nicol J L.....	1,179	300	
O'Leary C.....	12,000	3,000	480
O'Leary M G.....	12,000	3,000	
Paterson N McL.....	11,700	2,700	
Pearson A M.....	12,000	3,000	450
Phillips O H.....	12,060	3,060	842
Pouliot J F.....	12,000	3,000	1,122
Power C G.....	12,000	3,000	
Prowse J H.....	1,179	300	
Quart J A D.....	12,000	3,000	544
Rattenbury N.....	12,000	3,000	800
Reid T.....	12,000	3,000	938
Robertson W McL.....	8,774	2,193	
Roebuck A W.....	12,000	3,000	
Savoie C F.....	12,000	3,000	1,287
Smith D.....	12,000	3,000	360
Smith S J.....	12,420	3,420	1,144
Stambaugh J W.....	2,233	560	474
Sullivan J A.....	12,000	3,000	456
Taylor W H.....	12,000	3,000	26
Thorvaldson G S.....	11,940	2,940	972
Tremblay L D S.....	5,033	1,264	
Urquhart E W.....	1,179	300	248
Vaillancourt C.....	12,060	3,060	137
Veniot C J.....	12,000	3,000	480
Vien T.....	11,880	2,880	
Walker D J.....	12,180	2,940	778
Welch F C.....	12,000	3,000	726
White G S.....	12,000	3,000	208
Willis H A.....	11,880	2,880	512
Wood T H and estate of.....	8,000	1,965	
Woodrow A L and estate of.....	11,452	2,367	497
Yuzyk P.....	12,000	3,000	960
	\$1,113,037	\$ 276,747	\$ 39,614

Appendix 2

HOUSE OF COMMONS

Statement of Indemnities, Allowances and Travelling
Expenses paid in 1965-66

Members of the House of Commons	Indemnities and allowances paid on annual basis	Expense allowances paid quarterly	Travelling expenses
	\$	\$	\$
Addison J.....	11,640	5,640	646
Aiken G H.....	12,000	6,000	676
Alkenbrack D.....	12,000	6,000	720
Allard M.....	4,767	2,388	265
Allmand W W.....	4,767	2,388	123
Andras R K.....	4,767	2,388	765
Armstrong F T.....	7,233	3,612	768
Asselin E T.....	7,233	3,612	189
Asselin Hon M.....	4,767	2,388	230
Asselin P T.....	12,000	6,000	977
Badanai H.....	12,000	6,000	578
Balcer Hon L.....	7,233	3,612	396
Baldwin G W.....	12,000	6,000	1,245
Ballard H R.....	4,767	2,388	1,152
Barnett T.....	12,000	6,000	1,568
Basford R.....	12,000	6,000	1,508
Batten H M.....	12,000	6,000	960
Beaule R.....	7,233	3,612	528
Beaulieu P.....	4,767	2,388	
Bechard A.....	12,000	6,000	592
Beer B S.....	12,000	6,000	1,265
Belanger L P A.....	7,233	3,612	505
Bell Hon R A.....	4,767	2,388	
Bell T M.....	12,000	6,000	981
Benidickson Hon W M.....	3,193	1,573	
Benson Hon E J.....	12,000	6,000	
Berger J.....	12,000	6,000	1,088
Bigg F J.....	12,000	6,000	2,332
Blouin G.....	12,000	6,000	1,164
Boulanger P.....	12,000	6,000	555
Boutin P A.....	7,233	3,612	725
Bower J O.....	4,767	2,388	343
Brand L.....	4,767	2,388	690
Brewin A.....	12,000	6,000	780
Brown J.....	12,000	6,000	1,008
Byrne J A.....	12,000	6,000	1,321
Cadieu A C.....	12,000	6,000	1,775
Cadieux Hon L.....	12,000	6,000	
Cameron A J P.....	12,000	6,000	627
Cameron C.....	12,000	6,000	1,276
Cantelon R W.....	12,000	6,000	1,425
Cantin J C.....	12,000	6,000	639
Caouette R.....	12,000	6,000	1,180
Allowance as Leader of Opposition Party.....	2,411		
Cardiff L E.....	7,233	3,612	175
Cardin Hon L.....	12,000	6,000	
Caron A.....	12,000	6,000	
Carter C W.....	12,000	6,000	525
Cashin R.....	12,000	6,000	1,029
Chapdelaine G.....	7,233	3,612	314
Chatterton G L.....	12,000	6,000	2,436
Choquette A.....	12,000	6,000	637

**Statement of Indemnities, Allowances and Travelling
Expenses paid in 1965-66—Continued**

Members of the House of Commons	Indemnities and allowances paid on annual basis	Expense allowances paid quarterly	Travelling expenses
	\$	\$	\$
Chretien J.....	12,000	6,000	972
Churchill Hon G.....	12,000	6,000	928
Clancy G D.....	12,000	6,000	992
Clermont G.....	4,767	2,388	29
Coates R C.....	12,000	6,000	1,195
Code D.....	4,767	2,388	42
Comtois J R.....	4,767	2,388	198
Cooper C O.....	7,233	3,612	.....
Cote G.....	4,767	2,388	354
Cote Hon J P.....	12,000	6,000	.....
Cote M.....	7,233	3,612	854
Cowan R B.....	11,880	5,880	770
Crossman G.....	12,000	6,000	663
Crouse L R.....	12,000	6,000	784
Cyr A.....	7,233	3,612	777
Danforth H.....	12,000	6,000	1,037
Davis J.....	12,000	6,000	1,160
Deachman G.....	12,000	6,000	1,740
Deschatelets Hon J P.....	7,233	3,612	.....
Diefenbaker Rt Hon J G.....	12,000	6,000	88
Allowance as Leader of the Opposition.....	15,000	.....	.....
Dinsdale Hon W G.....	12,000	6,000	1,110
Dionne C E.....	12,000	6,000	55
Doucett G H.....	7,233	3,612	78
Douglas T C.....	11,940	5,940	1,972
Allowance as Leader of Opposition Party.....	4,000	.....	.....
Drouin V.....	7,233	3,612	192
Drury Hon C M.....	12,000	6,000	.....
Dube J E.....	12,000	6,000	341
Dupuis Hon Y.....	7,233	3,612	.....
Duquet G.....	4,767	2,388	357
Emard R.....	12,000	6,000	483
Enns S J.....	12,000	6,000	2,181
Ethier V.....	12,000	6,000	395
Eudes R.....	7,233	3,612	.....
Fairweather R G L.....	12,000	6,000	1,172
Fane F J W.....	12,000	6,000	2,381
Faulkner H.....	4,767	2,388	146
Favreau Hon G.....	12,000	6,000	.....
Fawcett N.....	4,767	2,388	444
Fisher D M.....	7,233	3,612	1,395
Fleming S A.....	7,233	3,612	665
Flemming Hon H J.....	12,000	6,000	1,329
Forbes R E.....	12,000	6,000	692
Forest Y.....	12,000	6,000	604
Forgie J M.....	7,233	3,612	.....
Forrestall J M.....	4,767	2,388	630
Foy W F.....	12,000	6,000	1,124
Francis L.....	7,233	3,612	.....
Frenette J L.....	7,233	3,612	341
Fulton Hon E D.....	4,767	2,388	232
Gauthier C A.....	12,000	6,000	410
Gelber M.....	7,233	3,612	570
Gendron R.....	12,000	6,000	687
Gilbert J.....	4,767	2,388	323
Girouard G.....	7,233	3,612	255
Godin O J.....	7,233	3,612	292
Godin R.....	4,767	2,388	.....

**Statement of Indemnities, Allowances and Travelling
Expenses paid in 1965-66—Continued**

Members of the House of Commons	Indemnities and allowances paid on annual basis	Expense allowances paid quarterly	Travelling expenses
	\$	\$	\$
Gordon Hon W.....	12,000	6,000	.....
Goyer J P.....	4,767	2,388	168
Grafftey H.....	12,000	6,000	386
Granger C R.....	12,000	6,000	611
Gray H.....	12,000	6,000	1,241
Greene Hon J J.....	12,000	6,000	94
Gregoire G.....	12,000	6,000	1,286
Grills L.....	4,767	2,388	19
Groos D.....	12,000	6,000	1,624
Guay R.....	12,000	6,000	1,119
Gundlock D R.....	11,940	5,940	1,524
Habel J A.....	12,000	6,000	283
Hahn D.....	7,233	3,612	456
Haidasz S.....	12,000	6,000	778
Hales A D.....	12,000	6,000	688
Hamilton Hon F A G.....	12,000	6,000	1,215
Harkness Hon D S.....	12,000	6,000	1,152
Harley H C.....	12,000	6,000	922
Hays Hon H.....	7,233	3,612	.....
Hees Hon G.....	4,767	2,388	95
Hellyer Hon P T.....	12,000	6,000	.....
Herridge H W.....	12,000	6,000	399
Honey R C.....	12,000	6,000	426
Hopkins L.....	4,767	2,388	53
Horner A.....	12,000	6,000	1,408
Horner H M.....	12,000	6,000	2,156
Horner J H.....	12,000	6,000	2,715
Howard F.....	12,000	6,000	818
Howe W D.....	12,000	6,000	1,025
Howe W M.....	12,000	6,000	1,442
Hymmen K.....	4,767	2,388	38
Irvine J A.....	12,000	6,000	1,310
Isabelle G.....	4,767	2,388	.....
Jewett P.....	7,233	3,612	531
Johnston H.....	4,767	2,388	500
Jones E.....	7,233	3,612	1,936
Jorgenson W H.....	12,000	6,000	1,485
Keays R.....	4,767	2,388	.....
Kelly L P.....	7,233	3,612	456
Kennedy C F.....	12,000	6,000	974
Kindt L E.....	12,000	6,000	1,805
Klein M.....	12,000	6,000	101
Knowles S H.....	12,000	6,000	1,682
Konantz M.....	7,233	3,612	805
Korchinski S J.....	12,000	6,000	1,982
Lachance G.....	12,000	6,000	268
Laflamme O.....	4,767	2,388	270
Laing Hon A.....	12,000	6,000	.....
LaMarsh Hon J.....	12,000	6,000	.....
Lamb C and estate of.....	4,000	1,673	.....
Lambert Hon W.....	12,000	6,000	2,880
Lamontagne Hon W.....	12,000	6,000	.....
Lamoureux Hon L.....	12,000	6,000	141
Langlois P.....	4,767	2,388	507
Langlois R.....	12,000	6,000	1,199
Laniel G.....	12,000	6,000	325
Laprise G.....	11,760	5,760	888
Latulippe H.....	12,000	6,000	974

**Statement of Indemnities, Allowances and Travelling
Expenses paid in 1965-66—Continued**

Members of the House of Commons	Indemnities and allowances paid on annual basis	Expense allowances paid quarterly	Travelling expenses
	\$	\$	\$
Laverdiere H.....	12,000	6,000	934
Leblanc F.....	12,000	6,000	596
Leblanc G.....	4,767	2,388	327
Leboe B.....	12,000	6,000	2,210
Leduc R.....	7,233	3,612	226
Lefebvre T.....	4,767	2,388	198
Legault C.....	12,000	6,000	810
Lessard H P.....	12,000	6,000	547
Lessard M.....	7,233	3,612	1,008
Lewis D.....	4,767	2,388	209
Lind J.....	4,767	2,388	448
Lloyd J E.....	7,233	3,612	742
Loiselle G.....	12,000	6,000	508
Loney J.....	12,000	6,000	1,547
Macaluso J.....	12,000	6,000	541
MacDonald D.....	4,767	2,388	474
Macdonald D S.....	12,000	6,000	551
MacEachen Hon A J.....	12,000	6,000	.....
MacEwan H R.....	12,000	6,000	1,076
MacInnis D.....	12,000	6,000	1,120
MacInnis G.....	4,767	2,388	348
Mackasey B.....	12,000	6,000	97
MacLean Hon J A.....	12,000	6,000	564
MacNaught Hon J W.....	7,233	3,612	.....
Macnaughton Hon A A.....	7,233	3,612	.....
Macquarrie H.....	11,880	5,880	517
MacRae J C.....	12,000	6,000	1,294
Madill J E.....	12,000	6,000	1,026
Mandziuk J N.....	12,000	6,000	784
Marchand Hon J.....	4,767	2,388	.....
Marcoux G.....	7,233	3,612	471
Martin M.....	12,000	6,000	1,812
Martin Hon P.....	12,000	6,000	.....
Martineau Hon P.....	7,233	3,612	.....
Mather B.....	12,000	6,000	1,276
Matheson J R.....	12,000	6,000	222
Matte J P.....	12,000	6,000	158
McBain J A.....	7,233	3,612	1,054
McCleave R J.....	4,767	2,388	495
McCutcheon M T.....	12,000	6,000	1,078
McIlraith Hon G J.....	12,000	6,000	.....
McIntosh J.....	11,940	5,940	1,147
McKinley R E.....	4,767	2,388	363
McLean A M A.....	12,000	6,000	1,341
McLelland R.....	4,767	2,388	968
McMillan W H.....	7,233	3,612	549
McNulty J.....	12,000	6,000	1,294
McQuaid M.....	4,767	2,388	397
McWilliam G R.....	12,000	6,000	608
Millar C E.....	7,233	3,612	620
Mitchell D R.....	12,000	6,000	670
Mongrain J A.....	4,767	2,388	152
Monteith Hon J W.....	12,000	6,000	838
Moore H A.....	12,000	6,000	2,880
More K H.....	12,000	6,000	1,547
Moreau M J.....	7,233	3,612	494
Morison J B.....	12,000	6,000	901
Muir G R.....	12,000	6,000	667

**Statement of Indemnities, Allowances and Travelling
Expenses paid in 1965-66—Continued**

Members of the House of Commons	Indemnities and allowances paid on annual basis	Expense allowances paid quarterly	Travelling expenses
	\$	\$	\$
Muir R.....	12,000	6,000	1,198
Mullally J.....	7,233	3,612	381
Munro J C.....	12,000	6,000	766
Nasserden E.....	12,000	6,000	1,952
Nesbitt W B.....	12,000	6,000	1,176
Neveu L P.....	4,767	2,388	265
Nicholson Hon J R.....	12,000	6,000	.....
Nielsen E.....	12,000	6,000	1,990*
Nixon G E.....	12,000	6,000	681
Noble P V.....	12,000	6,000	678
Nowlan Hon G C and estate of.....	2,000	982	133
Nowlan J P.....	4,767	2,388	420
Nugent T J.....	12,000	6,000	1,608
O'Keefe J.....	12,000	6,000	897
Olson H A.....	12,000	6,000	2,501
Orange R J.....	4,767	2,388	612*
Orlikow D.....	12,000	6,000	2,262
Ormiston J N.....	12,000	6,000	2,418
Otto S.....	12,000	6,000	817
Ouellet G.....	7,233	3,612	.....
Pascoe J E.....	12,000	6,000	1,001
Patterson A B.....	12,000	6,000	928
Paul R.....	7,233	3,612	155
Pearson Rt Hon L B.....	12,000	6,000	.....
Pelletier G.....	4,767	2,388	79
Pennell Hon L.....	12,000	6,000	494
Pepin Hon J L.....	12,000	6,000	25
Perron G.....	7,233	3,612	855
Peters A.....	12,000	6,000	1,064
Pickersgill Hon J W.....	12,000	6,000	.....
Pigeon L J.....	7,233	3,612	347
Pilon B.....	12,000	6,000	693
Allowance as Chief Government Whip.....	903	.....	.....
Plourde L.....	7,233	3,612	756
Prittie R.....	12,000	6,000	2,270
Prud'homme M.....	12,000	6,000	83
Pugh D V.....	12,000	6,000	3,082
Racine J P.....	4,767	2,388	.....
Rapp R.....	12,000	6,000	697
Regan G A.....	7,233	3,612	962
Regimbal R.....	4,767	2,388	110
Reid J M.....	4,767	2,388	428
Rheaume G.....	7,233	3,612	3,468*
Ricard Hon J H T.....	12,000	6,000	344
Richard J T.....	12,000	6,000	.....
Rideout M.....	12,000	6,000	798
Rinfret M.....	12,000	6,000	.....
Robichaud Hon H J.....	12,000	6,000	.....
Rochon J.....	12,000	6,000	417
Rock R.....	12,000	6,000	512
Rondeau G.....	7,233	3,612	450
Rouleau G.....	3,967	1,968	124
Roxburgh J.....	12,000	6,000	563
Ryan P.....	12,000	6,000	728
Rynard P B.....	12,000	6,000	963
Saltsman M S M.....	12,000	6,000	1,270
Sauve Hon M.....	12,000	6,000	.....
Schreyer E.....	4,767	2,388	521

Statement of Indemnities, Allowances and Travelling
Expenses paid in 1965-66—Concluded

Members of the House of Commons	Indemnities paid on annual basis	Expense allowances paid quarterly	Travelling expenses
	\$	\$	\$
Scott R.....	12,000	6,000	1,007
Scott W.....	4,767	2,388	191
Sharp Hon M.....	12,000	6,000	
Sherman L R.....	4,767	2,388	986
Simard A.....	4,767	2,388	115
Simpson R.....	12,000	6,000	1,557
Skoreyko W.....	12,000	6,000	2,853
Slogan J.....	7,233	3,612	660
Smallwood C S.....	12,000	6,000	2,005
Smith H.....	12,000	6,000	779
Southam R R.....	12,000	6,000	1,286
Stafford H E.....	4,767	2,388	509
Stanbury R D G.....	4,767	2,388	285
Starr Hon M.....	12,000	6,000	819
Stefanson E.....	12,000	6,000	2,164
Stenson F.....	7,233	3,612	542
Stewart J B.....	12,000	6,000	1,163
Tardif P.....	12,000	6,000	
Teillet Hon R.....	12,000	6,000	
Temple R.....	7,233	3,612	392
Thomas A.....	4,767	2,388	141
Thomas W H A.....	12,000	6,000	1,373
Thompson R N.....	12,000	6,000	2,208
Tolmie D.....	4,767	2,388	427
Tremblay Hon R.....	12,000	6,000	327
Trudeau P E.....	4,767	2,388	9
Tucker J R.....	12,000	6,000	1,518
Turner Hon J.....	12,000	6,000	
Valade G J.....	12,000	6,000	315
Vincent C.....	12,000	6,000	853
Wadds J.....	12,000	6,000	155
Wahn I G.....	12,000	6,000	1,083
Walker J E.....	12,000	6,000	969
Allowance as Chief Government Whip.....	3,064		
Watson I.....	12,000	6,000	603
Watson L.....	12,000	6,000	2,404
Webb R A.....	12,000	6,000	675
Webster A.....	7,233	3,612	348
Weichel O W M.....	7,233	3,612	
Whelan E.....	12,000	6,000	1,514
Willoughby C J M.....	7,233	3,612	730
Winch H E.....	12,000	6,000	1,276
Winkler E A.....	12,000	6,000	1,333
Allowance as Chief Opposition Whip.....	4,000		
Winters Hon R H.....	4,767	2,388	
Wooliams E M.....	12,000	6,000	2,016
Yanakis A.....	4,767	2,388	339
	\$ 3,192,586	\$ 1,580,728	\$ 240,860

*Travelling includes expenses for dependents of Members for the Yukon Territory and the Northwest Territories.

Appendix 3

HOUSE OF COMMONS

Salaries of Parliamentary Secretaries to Ministers

<u>Name</u>	<u>Parliamentary Secretary to:</u>	<u>Amount</u>
Badanai H	Minister of Citizenship and Immigration April 1 to September 7, 1965.....	1,745
Bechard A.....	Secretary of State of Canada January 7 to March 31, 1966.....	935
Beer B S	Minister of Agriculture Minister of Forestry April 1 to September 7, 1965 Minister of Agriculture January 7 to March 31, 1966.....	2,680
Byrne J A	Minister of Labour April 1 to September 7, 1965 Minister of Transport January 7 to March 31, 1966.....	2,680
Cantin J C	Minister of Transport April 1 to July 15, 1965 Minister of Justice July 16 to September 7, 1965 Minister of Trade and Commerce January 7 to March 31, 1966.....	2,680
Caron A	Postmaster General April 1 to September 7, 1965.....	1,745
Carter C W	Minister of Veterans Affairs April 1 to September 7, 1965.....	1,745
Chretien J J J	Prime Minister July 16 to September 7, 1965 Minister of Finance January 7 to March 31, 1966.....	1,519
Davis J	Prime Minister April 1 to September 7, 1965 Minister of Mines and Technical Surveys January 7 to March 31, 1966.....	2,680
Granger C R	Minister of Fisheries January 7 to March 31, 1966.....	935
Hahn D G	Minister of Industry July 16 to September 7, 1965.....	583
Haidasz S	Secretary of State for External Affairs April 1 to September 7, 1965 Minister of Northern Affairs and National Resources January 7 to March 31, 1966.....	2,680
Macdonald D S	Minister of Justice April 1 to July 15, 1965 Minister of Finance July 16 to September 7, 1965 Secretary of State for External Affairs January 7 to March 31, 1966.....	2,680
Mackasey B S	Minister of National Health and Welfare July 16 to September 7, 1965 Minister of Labour January 7 to March 31, 1966.....	1,519
Matheson J R	Prime Minister January 7 to March 31, 1966.....	935
Munro J C	Minister of National Health and Welfare April 1 to July 15, 1965 Minister of Trade and Commerce July 16 to September 7, 1965 Minister of Citizenship and Immigration January 7 to March 31, 1966.....	2,680

Salaries of Parliamentary Secretaries to Ministers—*Concluded*

<u>Name</u>	<u>Parliamentary Secretary to:</u>	<u>Amount</u>
McWilliam G R	Minister of Public Works April 1 to September 7, 1965.....	1,745
Pennell L T	Minister of Finance April 1 to July 6, 1965.....	1,064
Pepin J L	Minister of Trade and Commerce April 1 to July 6, 1965.....	1,064
Rideout M	Minister of National Health and Welfare January 7 to March 31, 1966.....	935
Stewart J B	Secretary of State April 1 to September 7, 1965 Minister of Public Works January 7 to March 31, 1966.....	2,680
Trudeau P E	Prime Minister January 7 to March 31, 1966.....	935
Turner J N	Minister of Northern Affairs and National Resources April 1 to September 7, 1965.....	1,745
Walker J E	Minister of National Revenue January 7 to March 31, 1966.....	935
		<u>\$ 41,524</u>

Appendix 4

MEMBERS OF PARLIAMENT RETIRING ALLOWANCES ACCOUNT

Statement of Transactions for the year ended March 31, 1966

	<u>Debit</u>	<u>Credit</u>
Balance as at March 31, 1965.....		1,920,331
RECEIPTS		
Members contributions—		
Current.....		191,448
Arrears of principal, interest and mortality insurance.....		46,193
Government contributions—		
Current.....		191,448
On amounts payable re elections.....		4,220
Interest on fund.....		79,850
DISBURSEMENTS		
Annual allowances.....	286,360	
Withdrawal allowances.....	72,471	
Balance as at March 31, 1966.....	2,074,659	
	<u>\$ 2,433,490</u>	<u>\$ 2,433,490</u>



1965-66

PUBLIC ACCOUNTS

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DEPARTMENT OF MINES AND TECHNICAL SURVEYS

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Details of

EXPENDITURES AND REVENUES

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DEPARTMENT OF MINES AND TECHNICAL SURVEYS

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, the Governor General in Council by P.C. 1965-2284, December 22, 1965, transferred to the Minister of Mines and Technical Surveys the powers, duties or functions of the Minister of Northern Affairs and National Resources: (a) control or supervision of the Water Resources Branch and the Resource Development Branch (but excluding therefrom those parts of the said Branches concerned with the administration of resources on Indian lands); and (b) under the Atlantic Provinces Power Development Act, the Dominion Water Power Act, the Canada Water Conservation Assistance Act and the International River Improvements Act and paragraphs (c) and (d) of sections 5 and 7 of the Department of Northern Affairs and National Resources Act, except insofar as those sections of that Act confer powers, duties or functions in respect of the lands described in the appendix thereto.

Also the powers, duties and functions of the Minister of Trade and Commerce: (a) under the National Energy Board Act, the Northern Ontario Pipe Line Crown Corporation Act and the Canadian Coal Equality Act; and (b) under the Atomic Energy Control Act in relation to Eldorado Mining and Refining Ltd are transferred to the Minister of Mines and Technical Surveys.

In accordance with the usual practice, the details of both 1965-66 and 1964-65 expenditures and revenues are shown under the Department to which transfers were made.

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
24- 4	Stat.	Minister of Mines and Technical Surveys— Salary and motor car allowance.....	16,999 91	16,999 91	17,000 00
ADMINISTRATION SERVICES					
24- 4	1	Departmental administration.....	2,688,300 00	2,589,121 21	2,195,873 29
24- 6	5	Construction or acquisition of buildings, works, land and equipment including common-use field survey equipment....	673,000 00 3,361,300 00	672,991 06 3,262,112 27	454,996 69 2,650,869 98
FIELD AND AIR SURVEYS MAPPING AND AERONAUTICAL CHARTING					
24- 6	10	Administration, operation and maintenance	8,219,200 00	8,036,666 79	6,919,853 54
MARINE SURVEYS AND RESEARCH					
24-11	15	Administration, operation and maintenance	8,530,501 00	8,065,816 35	6,861,788 49
24-12	20	Construction or acquisition of buildings, works, land and equipment.....	3,739,000 00 12,269,501 00	3,495,577 31 11,561,393 66	2,151,540 89 9,013,329 38
GEOLOGICAL RESEARCH					
24-13	25	Administration, operation and maintenance	7,246,400 00	7,047,699 17	6,591,103 84
24-14	30	Construction or acquisition of buildings, works, land and equipment.....	754,000 00 8,000,400 00	751,388 18 7,799,087 35	363,923 69 6,955,027 53
MINING AND METALLURGICAL INVESTIGATIONS AND RESEARCH					
24-15	35	Administration, operation and maintenance	5,977,801 00	5,875,527 78	5,209,655 67
24-16	40	Construction or acquisition of buildings, works, land and equipment.....	914,000 00 6,891,801 00	817,240 11 6,692,767 89	467,758 09 5,677,413 76
GEOGRAPHICAL SURVEYS AND RESEARCH					
24-16	45	Administration, operation and maintenance	949,200 00	935,726 43	739,517 82

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
RESEARCH IN ASTRONOMY AND GEOPHYSICS					
24-17	50	Administration, operation and maintenance	2,556,100 00	2,394,872 07	2,018,026 75
24-19	55	Construction or acquisition of buildings, works, land and equipment.....	3,163,000 00 5,719,100 00	2,472,987 48 4,867,859 55	848,468 03 2,866,494 78
GENERAL					
24-20	Stat.	Payments under the Emergency Gold Min- ing Assistance Act.	14,757,572 50	14,757,572 50	15,666,822 29
24-20	Stat.	Gratuities to families of deceased employees	624 00	624 00	
24-20	60	Polar continental shelf project.....	1,669,500 00	1,351,891 40	1,478,926 22
24-21	62	Payment of subsidy to San Antonio Gold Mines Limited during the 1965-66 and 1966-67 fiscal years in accordance with an agreement entered into by the Minister of Mines and Technical Surveys, with the approval of the Governor in Council, and the Government of Manitoba, the total cost of the subsidy to be borne in equal shares by the Government of Canada and the Government of Mani- toba, the payments by the Government of Canada not to exceed \$45,000.....	45,000 00	37,500 00	
24-21		Transfer from Department of Finance Vote 15 contingencies.....	1,000 00 16,473,696 50	172 96 16,147,760 86	547 95 17,146,296 46
TRANSFER FROM DEPARTMENT OF NORTHERN AFFAIRS AND NATIONAL RESOURCES					
24-21		That portion of Vote 1 which relates to the Resources Development Branch.....	172,869 00	170,591 71	126,103 29
24-21		Vote 5 Contributions to the provinces to assist in the development of roads leading to resources.....	7,265,000 00	7,265,000 00	6,062,027 10
24-21		Vote 10 Contributions to the provinces of amounts equal to one-half of the amounts confirmed by the provinces as having been spent by them for campground and picnic area development.....	175,000 00	161,637 33	58,971 01
24-22		Vote 12 Subventions under agreements entered into pursuant to the Atlantic Provinces Power Development Act in respect of electric power generated from eastern coal during the fiscal year 1965-66	2,500,000 00 10,112,869 00	2,457,647 79 10,054,876 83	6,247,101 40
WATER RESOURCES					
24-22		Vote 30 Administration, operation and maintenance.....	3,857,500 00	3,661,518 31	2,914,719 72
24-24		Vote 35 Construction or acquisition of buildings, works, land and equipment..	989,400 00	625,419 78	295,886 06
24-24		Vote 40 Contributions to the provinces towards the construction of dams and other works.....	9,400,000 00 14,246,900 00	9,353,658 85 13,640,596 94	8,949,500 51 12,160,106 29
			86,260,967 41	83,015,848 48	70,393,010 94
DOMINION COAL BOARD					
24-25	65	Administration and investigations of the Dominion Coal Board.....	185,500 00	180,965 02	189,199 64
24-25	70	Subventions in respect of eastern coal under agreements entered into pursuant to the Atlantic Provinces Power Development Act.....	730,000 00	717,495 10	1,247,794 79

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
24-25	Stat.	Payments in connection with the movement of coal under conditions prescribed by the Governor in Council and subsidy payments under an Act to place Canadian coal used in the manufacture of iron and steel on a basis of equality with imported coal.....	14,941,242 31	14,941,242 31	21,814,967 96
24-26	75	To extend the authority granted by Mines and Technical Surveys 75b, Appropriation Act No. 10, 1964, to increase to \$22,500,000 the amount that may be expended annually in each of the five fiscal years commencing on the 1st day of April, 1965, and ending on the 31st day of March, 1970 as payments in connection with the movements of coal.....	7,557,000 00	7,557,000 00	
			23,413,742 31	23,396,702 43	23,251,962 39

NATIONAL ENERGY BOARD
(transfer from the Department of
Trade and Commerce)

24-26	30	Administration.....	974,500 00	944,962 74	679,221 18
		Total.....	\$110,649,209 72	\$107,357,513 65	\$ 94,324,194 51

Salary of Minister, Salaries Act, c.243, R.S., as amended.....	(1)	\$ 15,000
Motor car allowance to Minister, c.249, R.S., as amended.....	(2)	\$ 2,000

The above amounts were paid to: Hon W M Benidickson April 1 to July 6, 1965, \$4,524; Hon J W MacNaught July 7 to December 17, 1965, \$7,586; Hon J L Pepin December 18, 1965 to March 31, 1966, \$4,890.

Hon W M Benidickson received travelling expenses of \$101 and Hon J W MacNaught received travelling expenses of \$2,476 both charged to Vote 1; Hon J L Pepin received travelling expenses of \$409 charged to Vote 1 and \$17 charged to Department of Labour Vote 1.

ADMINISTRATION SERVICES

Vote 1 Departmental administration including the administration of the Explosives Act and Canada's fee for membership in the Pan-American Institute of Geography and History.....	2,506,600
Transfer from Department of Finance Vote 15 contingencies.....	181,700
Expenditures.....	2,688,300
	\$ 2,589,121

Total revenue arising from the above expenditures amounted to \$38,062.

Departmental administration—Administration, operation and maintenance
including Canada's fee for membership in the Pan-American Institute of
Geography and History

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 1,067,000		
Transfer from Department of Finance Vote 15 contingencies.....	109,600		
	(1) 1,176,600	1,220,600	1,213,764
Overtime.....	(1) 15,000	9,000	8,147
A Professional and special services.....	(4) 125,000	122,837	114,702
Travelling and removal expenses.....	(5) 30,000	30,000	28,354
Freight, express and cartage.....	(6) 59,000	69,000	63,378

		Estimates	Allotments	Expenditures
Postage.....	(7)	25,000	25,035	24,696
Telephones and telegrams.....	(8)	20,000	26,000	25,868
Publication of departmental reports.....	(9)	3,500	3,500	288
Exhibits, advertising and other informational material.....	(10)	90,000	62,000	46,705
Office stationery, supplies and equipment.....	(11)	67,000	67,000	66,649
Rental of data processing equipment.....	(11)	158,000	124,850	99,190
Camp and field materials and supplies.....	(12)	132,000	132,000	131,988
Other materials and supplies.....	(12)	14,500	14,500	14,494
Repairs and upkeep of buildings.....	(14)	1,600	2,750	2,741
Storage of equipment and supplies.....	(15)	18,300	18,300	15,188
Repairs and upkeep of camp and field equipment.....	(17)	75,000	75,000	74,975
Repairs and upkeep of other equipment.....	(17)	2,700	14,700	13,661
Supply of electricity.....	(19)	400	400	261
Membership, Pan-American institute of Geography and History.....	(20)	22,400	22,563	22,562
Other memberships.....	(20)	600	600	55
Laundry and dry cleaning.....	(22)	1,000	1,000	1,000
Sundries.....	(22)	3,600	3,600	2,889
		<u>\$ 2,041,200</u>	<u>\$ 2,045,235</u>	<u>\$ 1,971,555</u>

Revenue arising from the above expenditures amounted to \$21,998 and consisted of *Privileges, licences and permits*—\$620; *Proceeds from sales*—\$97; *Services and service fees* \$21,281—computer services \$21,281.

A Payments by services with individual payments of \$2,000 or over were:

Protection service \$15,737—Canadian Corps of Commissionaires, Montreal \$15,737.

Computing services \$58,430—University of British Columbia Vancouver \$2,298; Government of Canada—Department of Finance \$2,967, Department of National Revenue \$5,806; Computing Devices of Canada Limited Ottawa \$2,856; Dalhousie University Halifax \$6,041; International Business Machines Don Mills Ont \$26,394; University of Montreal \$3,735; University of Toronto \$8,333.

Programming services \$19,857—D C F Systems Limited Malton Ont \$8,383, I P Sharp Associates Limited Toronto \$7,224, Stevenson and Kellogg Limited Toronto \$4,250.

Programming consultants \$3,874—Stevenson and Kellogg Ltd Toronto \$3,874.

Report writing service \$5,000—C S Beals Manotick Ont \$5,000.

Explosives act—Administration

		Estimates	Allotments	Expenditures
Salaries.....	\$	93,600		
Transfer from Department of Finance Vote 15 contingencies.....		4,400		
		(1)	98,000	98,000
Professional and special services.....	(4)	1,100	3,600	2,279
Travelling and removal expenses.....	(5)	11,000	10,500	9,254
Freight, express and cartage.....	(6)	100	100	76
Telephones and telegrams.....	(8)	700	700	540
Publication of technical reports.....	(9)	2,000	2,000	1,111
Office stationery, supplies and equipment.....	(11)	1,200	1,350	837
A Acquisition of equipment.....	(16)	2,500	2,500	2,428
Repairs and upkeep of equipment.....	(17)	700	700	551
Sundries.....	(22)	300	150	33
		<u>\$ 117,600</u>	<u>\$ 119,600</u>	<u>\$ 113,909</u>

This sub-vote was provided for the cost of administration of the Explosives Act, an Act to regulate the manufacture, testing, storage, and importation of explosives.

Revenue arising from the above expenditures amounted to \$8,096 and consisted of *Privileges, licences and permits* \$6,664—permits and licences \$6,664; *Miscellaneous*—\$1,432.

A Expenditures comprised transportation equipment \$2,428.

Mineral resources division

		Estimates	Allotments	Expenditures
Salaries.....	\$ 366,000			
Transfer from Department of Finance Vote 15 contingencies.....	67,700			
		(1) 433,700	433,700	429,528
Overtime.....		(1) 500	500	
Travelling and removal expenses.....		(5) 33,000	29,000	26,794
Freight, express and cartage.....		(6) 100	200	151
Telephones and telegrams.....		(8) 3,100	3,600	3,495
Publication of technical reports.....		(9) 39,400	36,750	28,537
Film strips and photographs.....		(10) 11,600	8,815	5,875
Office stationery, supplies and equipment.....		(11) 6,900	6,900	5,816
Materials and supplies.....		(12) 300	450	411
Acquisition of equipment.....		(16)	2,500	2,250
Repairs and upkeep of equipment.....		(17) 300	450	423
Sundries.....		(22) 600	600	377
		\$ 529,500	\$ 523,465	\$ 503,657

Revenue arising from the above expenditures amounted to \$7,968, and consisted of *Privileges, licences and permits* \$7,968—royalties.

Total Vote 1.....	\$ 2,688,300	\$ 2,688,300	\$ 2,589,121
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Vote 5 Construction or acquisition of buildings, works, land and equipment including common-use field survey equipment.....	458,000
5b.....	215,000
	673,000
Expenditures.....	\$ 672,991

		Estimates	Allotments	Expenditures
	Acquisition of camp and field equipment.....	(16) 457,000	453,800	453,795
A	Acquisition of other equipment.....	(16) 216,000	219,200	219,196
		\$ 673,000	\$ 673,000	\$ 672,991

A Expenditures included research and scientific equipment \$215,455.

FIELD AND AIR SURVEYS, MAPPING AND AERONAUTICAL CHARTING

Vote 10 Administration, operation and maintenance including purchases of air photography and the expenses of the Interdepartmental Committee on Air Surveys, authority to make recoverable advances not exceeding the amount of the share of the United States Government of the cost of binding annual reports and maintaining boundary range lights and grants as detailed in the estimates.....	7,779,200
10b.....	40,000
Transfer from Department of Finance Vote 15 contingencies.....	400,000
	8,219,200
Expenditures.....	\$ 8,036,667

Total revenue arising from the above expenditures amounted to \$538,399.

Branch administration including a grant of \$1,000 to the Canadian Institute of Surveying and \$10,000 for grants in aid of surveying and mapping research in Canadian universities

		Estimates	Allotments	Expenditures
	Salaries and wages.....	\$ 248,000		
	Transfer from Department of Finance Vote 15 contingencies.....	14,300		
		(1) 262,300	273,000	271,324
	Overtime.....	(1) 500	500	52
A	Professional and special services.....	(4) 38,000	38,000	31,599
	Travelling and removal expenses.....	(5) 5,500	19,500	17,611
	Freight, express and cartage.....	(6) 2,500	3,500	3,487
	Telephones and telegrams.....	(8) 2,000	2,400	2,363
	Publication of technical reports.....	(9) 8,400	14,600	948
	Films.....	(10) 5,000	6,200	5,845
	Office stationery, supplies and equipment.....	(11) 22,000	21,730	20,300
	Materials and supplies.....	(12) 1,400	1,175	484
	Repairs and upkeep of motor vehicles.....	(17) 300	300	182
	Grant to the Canadian Institute of Surveying.....	(20) 1,000	1,000	1,000
B	Grants in aid of surveying and mapping research in Canadian universities.....	(20) 10,000	6,470	6,470
	Travelling expenses of members of the National Advisory Committee on Control Surveys and Mapping.....	(22) 3,000	3,000	1,745
	Sundries.....	(22) 800	2,025	983
		\$ 362,700	\$ 393,400	\$ 364,393

A Payments by services with individual payments of \$2,000 or over were:

Professional and technical fees \$6,880—D W Thomson Ottawa \$6,880.

Commissionaire services \$19,824—Canadian Corps of Commissionaires Montreal \$19,824.

B Grants were paid to the following universities: Laval Quebec \$3,770, New Brunswick Fredericton \$2,700.

Geodetic survey of Canada

		Estimates	Allotments	Expenditures
A	Salaries and wages.....	\$ 623,000		
	Transfer from Department of Finance Vote 15 contingencies.....	16,900		
		(1) 639,900	576,870	573,264
	Overtime.....	(1) 3,500	35,855	35,849
	Allowances.....	(2) 16,000	16,000	10,075
	Professional and special services.....	(4) 5,400	5,400	4,431
	Travelling expenses—Field.....	(5) 47,000	77,460	77,459
	Travelling and removal expenses—Other.....	(5) 2,000	3,000	2,934
	Freight, express and cartage.....	(6) 13,800	14,580	14,212
	Telephones and telegrams.....	(8) 2,300	3,300	3,246
	Publication of technical reports.....	(9) 1,300	1,150	918
	Office stationery, supplies and equipment.....	(11) 5,500	6,000	5,852
	Materials and supplies.....	(12) 66,000	61,815	61,446
B	Construction or acquisition of buildings and land.....	(13) 25,000		
	Geodetic Observatory.....		25,000	25,000
	Rental of land.....	(15) 4,400	4,665	4,664
C	Acquisition of equipment.....	(16) 30,000	57,724	57,449
	Repairs and upkeep of equipment.....	(17) 23,000	27,885	26,142
D	Charter of aircraft.....	(18) 211,000	183,146	180,955
	Rental of other equipment.....	(18) 3,500	5,765	5,764
	Unemployment insurance contributions.....	(21) 800	585	584
	Sundries.....	(22) 700	1,200	920
		\$ 1,101,100	\$ 1,107,400	\$ 1,091,164

A Expenditures included salaries and wages of field personnel \$166,525.

B Expenditures amounting to \$25,000 were made through the Department of Public Works.

C Expenditures included technical and surveying equipment \$12,885, transportation equipment \$19,121, camp and field equipment \$21,633.

D This expenditure was for transportation of field parties.

International Boundary Commission including authority to make recoverable advances in amounts not exceeding in the aggregate the amount of the share of the United States Government of the cost of binding annual reports and maintaining boundary range lights

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 81,500			
Transfer from Department of Finance Vote 15 contingencies.....	2,900			
		(1) 84,400	83,665	81,708
Allowances.....		(2) 2,000	2,000	1,609
Travelling expenses—Field.....		(5) 5,000	9,670	9,658
Travelling and removal expenses—Other.....		(5) 1,300	1,300	1,293
Freight, express and cartage.....		(6) 500	312	311
Telephones and telegrams.....		(8) 200	560	408
Publication of technical reports.....		(9) 500	500	250
Office stationery, supplies and equipment.....		(11) 200	700	209
Materials and supplies.....		(12) 10,000	10,058	7,419
Rental of buildings and land.....		(15) 200	225	225
Acquisition of equipment.....		(16) 200	3,325	3,202
Repairs and upkeep of equipment.....		(17) 5,700	5,300	3,649
Charter of aircraft.....		(18) 3,000	1,180	980
Rental of other equipment.....		(18) 2,200	2,050	2,050
Unemployment insurance contributions.....		(21) 300	195	190
Sundries.....		(22) 400	460	141
		116,100	121,500	113,302
Less—Amount recoverable from United States Government.....		(34) 800	800	134
		\$ 115,300	\$ 120,700	\$ 113,168

Article IV of a treaty between Canada and the United States signed at Washington on February 24, 1925, provided that the Commissioners appointed under the Treaty of April 11, 1908, were empowered and directed to maintain at all times an effective boundary line between Canada and the United States and between Canada and Alaska. This article also provided that each Government pay the salaries and expenses of its own Commissioner and his assistants, and that the expenses jointly incurred by the Commissioners in maintaining the demarcation of the boundary line be borne equally by the two Governments.

The Canadian Commissioner is A F Lambert.

Topographical surveys—Administration, operation and maintenance

		Estimates	Allotments	Expenditures
A Salaries and wages.....	\$ 1,691,000			
Transfer from Department of Finance Vote 15 contingencies.....	144,400			
		(1) 1,835,400	1,804,785	1,803,410
Overtime.....		(1) 3,000	22,010	21,981
Allowances.....		(2) 25,000	25,000	12,458
Travelling expenses—Field.....		(5) 60,000	65,740	60,506
Travelling and removal expenses—Other.....		(5) 3,000	4,600	4,406
Freight, express and cartage.....		(6) 15,000	8,725	6,121
Telephones, telegrams and cables.....		(8) 5,500	5,990	5,969
Publication of technical reports.....		(9) 700	700	195
Office stationery, supplies and equipment.....		(11) 16,000	16,700	14,557
B Materials and supplies.....		(12) 79,000	53,620	52,123
Rental of buildings and land.....		(15) 1,000	1,350	1,046
C Acquisition of equipment.....		(16) 77,000	160,000	159,709
Repairs and upkeep of equipment.....		(17) 47,000	47,150	44,782
D Charter of aircraft.....		(18) 213,000	236,830	235,217
Rental of other equipment.....		(18) 10,000	9,410	8,809
Unemployment insurance contributions.....		(21) 500	400	173
Sundries.....		(22) 3,500	3,590	2,222
		\$ 2,394,600	\$ 2,466,600	\$ 2,433,684

Expenditures included ex-gratia payments of \$100 or over as follows:

Particulars and payee	Authority	Amount
Compensation for personal belongings lost in a fire in a hotel at Lac Frontiere Quebec on 21st May 1965 in which the employees listed below were quartered.	P.C. 1965-16/1879, October 25, 1965	
L J Frenette		523
K Krumins		316
		<u>\$ 839</u>

- A Expenditures included wages of field personnel \$87,382.
 B Expenditures included: drafting supplies \$8,340, gasoline and lubricants \$20,082, provisions \$17,944.
 C Expenditures included: technical and surveying equipment \$142,850, transportation equipment \$7,926.
 D Expenditure was for hire of helicopters, etc., for transportation of survey parties.

Legal surveys and aeronautical charts

	Estimates	Allotments	Expenditures
A Salaries and wages.....\$ 775,000			
Transfer from Department of Finance Vote 15 contingencies..... 36,600			
Overtime.....	(1) 811,600	793,765	792,768
Allowances	(1) 2,500	16,895	15,818
B Professional and special services.....	(2) 14,300	14,300	14,042
Travelling expenses—Field.....	(4) 53,700	64,100	63,071
Travelling and removal expenses—Other.....	(5) 64,000	65,600	61,380
Freight, express and cartage.....	(5) 4,000	6,500	6,499
Telephones and telegrams.....	(6) 2,000	1,465	1,373
Publication of technical reports.....	(8) 2,300	5,725	5,722
Office stationery, supplies and equipment.....	(9) 15,000	12,315	9,422
Materials and supplies.....	(11) 5,500	5,000	4,922
C Acquisition of equipment.....	(12) 15,000	12,585	12,317
Repairs and upkeep of equipment.....	(16) 28,000	28,400	28,327
Charter of aircraft.....	(17) 7,200	7,625	5,926
Rental of other equipment.....	(18) 2,300	5,435	5,430
Unemployment insurance contributions.....	(18) 2,500	580	577
Sundries.....	(21) 600	455	429
	(22) 2,100	2,855	2,825
	<u>\$ 1,032,600</u>	<u>\$ 1,043,600</u>	<u>\$ 1,030,848</u>

Revenue arising from the above expenditures amounted to \$40,237 and consisted of *Privileges, licences and permits*—\$191; *Proceeds from sales* \$39,498—photostatic copies, prints etc \$618, *Canada Air Pilot* \$38,880; *Miscellaneous*—\$548.

- A Expenditures included wages of field personnel \$71,712.
 B Payments by services with individual payments of \$2,000 or over were:
Board of examiners \$59,200—R Baron Hauterive Que \$2,352, Underwood, McLellan and Associates Calgary Alta \$50,315, Wilson Neal and Hayward Winnipeg \$6,533.
 C Expenditures included transportation equipment \$8,383.

Provincial and territorial boundary surveys

	Estimates	Allotments	Expenditures
Professional, technical and other assistance.....	(4) 11,500	10,300	7,551
Travelling expenses—Field.....	(5) 1,500	1,500	932
Freight, express and cartage.....	(6) 300	500	450
Materials and supplies.....	(12) 4,000	4,000	1,339
Acquisition of equipment.....	(16) 100	100	
Repairs and upkeep of equipment.....	(17) 200	200	88
Charter of aircraft.....	(18) 5,000	5,000	2,998
Rental of other equipment.....	(18) 200	200	28
Sundries.....	(22) 200	1,200	1,124
	<u>\$ 23,000</u>	<u>\$ 23,000</u>	<u>\$ 14,510</u>

Further details are contained in the following distribution of expenditures which was maintained during the fiscal year under authority of Treasury Board.

	Estimates	Allotments	Expenditures
Alberta—Northwest Territories boundary survey.....	8,000	8,000	1,300
Manitoba—Saskatchewan boundary survey.....	15,000	15,000	13,210
	<u>\$ 23,000</u>	<u>\$ 23,000</u>	<u>\$ 14,510</u>

Map compilation and reproduction

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 1,340,000		
Transfer from Department of Finance Vote 15 contingencies.....	156,500		
	(1) 1,496,500	1,496,500	1,494,092
Overtime.....	(1) 4,200	4,200	789
Professional and special services.....	(4) 3,000	3,000	
Travelling and removal expenses.....	(5) 2,000	2,000	1,812
Freight, express and cartage.....	(6) 1,500	1,500	1,326
Telephones and telegrams.....	(8) 2,500	3,900	3,864
Office stationery, supplies and equipment.....	(11) 8,000	8,000	7,531
A Materials and supplies.....	(12) 411,000	396,900	396,873
B Acquisition of equipment.....	(16) 130,000	131,300	131,300
Repairs and upkeep of equipment.....	(17) 25,000	25,000	19,676
Sundries.....	(22) 5,800	5,800	4,412
	<u>\$ 2,086,500</u>	<u>\$ 2,078,100</u>	<u>\$ 2,061,675</u>

Revenue arising from the above expenditures amounted to \$325,791 and consisted of *Proceeds from sales* \$324,121—maps, charts and plans \$285,581, photostat copies, prints, etc. \$38,540; *Miscellaneous*—\$1,670.

A Expenditures included: map paper \$83,651, photo film \$114,003, photographic papers \$33,364, photochemicals and solvents \$38,615, printing inks \$18,707, plastic \$41,424.

B Expenditures included: technical and surveying equipment \$10,157, tools and machinery \$33,998, transportation equipment \$2,298.

Purchases of air photography and the expenses of the Interdepartmental Committee on Air Surveys

	Estimates	Allotments	Expenditures
Purchases..... (12)	\$ 600,000	\$ 481,000	\$ 432,002

Contracts of \$100,000 or over for aerial photography were:

	Amount of contract	Expenditures in 1965-66	Expenditures to date
Lockwood Survey Corporation Limited (formerly Hunting Survey Corporation Limited).....	\$ 157,527	414	130,272
	170,363	109,989	109,989
	110,102		21,552

Air photo production unit

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 276,000		
Transfer from Department of Finance Vote 15 contingencies.....	28,400		
	(1) 304,400	304,400	302,409
Overtime.....	(1) 2,000	4,000	3,448
Travelling and removal expenses.....	(5) 1,500	1,500	1,186
Freight, express and cartage.....	(6) 1,500	1,500	1,436
Telephones and telegrams.....	(8) 1,600	1,600	993

		Estimates	Allotments	Expenditures
	Office stationery, supplies and equipment.....	(11) 1,800	1,800	1,438
A	Materials and supplies.....	(12) 140,000	140,700	138,778
	Repairs and upkeep of buildings.....	(14) 5,000	4,100	2,847
B	Acquisition of equipment.....	(16) 40,000	40,500	37,850
	Repairs and upkeep of equipment.....	(17) 4,600	4,600	4,333
	Sundries.....	(22) 1,000	700	505
		<u>\$ 503,400</u>	<u>\$ 505,400</u>	<u>\$ 495,223</u>

Revenue arising from the above expenditures amounted to \$172,370, and consisted of *Proceeds from sales* \$172,053—photostat copies, prints \$172,053; *Miscellaneous*—\$317.

A Expenditures included: photographic papers \$58,424, miscellaneous photo supplies \$62,625.

B Expenditures included technical equipment \$30,577.

Total Vote 10.....	<u>\$ 8,219,200</u>	<u>\$ 8,219,200</u>	<u>\$ 8,036,667</u>
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MARINE SURVEYS AND RESEARCH

Vote 15 Administration, operation and maintenance including Canada's fee for membership in the International Hydrographic Bureau.....	7,771,000
15d To extend the purposes of the Mines and Technical Surveys Vote 15 of the Main Estimates for 1965-66 to permit oceanographic and hydrographic ships to carry out work in extraterritorial waters during the fiscal years 1965-66 and 1966-67, notwithstanding the Department of Mines and Technical Surveys Act.....	1
15e.....	100,000
Transfer from Department of Finance Vote 15 contingencies.....	659,500
	<u>8,530,501</u>
Expenditures.....	<u>\$ 8,065,817</u>

		Estimates	Allotments	Expenditures
	Salaries and wages.....	\$ 4,140,000		
	Transfer from Department of Finance Vote 15 contingencies.....	659,500		
		(1) 4,799,500	4,786,640	4,776,329
	Overtime.....	(1) 300,000	443,000	442,822
A	Allowances.....	(2) 110,000	58,100	56,430
B	Professional and special services.....	(4) 258,000	200,000	184,471
	Travelling expenses—Field.....	(5) 194,000	229,000	175,167
	Travelling and removal expenses—Other.....	(5) 88,000	108,000	99,491
	Freight, express and cartage.....	(6) 45,000	33,975	29,126
	Telephones and telegrams.....	(8) 30,000	39,350	38,329
	Publication of technical reports.....	(9) 61,000	61,000	32,664
	Office stationery, supplies and equipment.....	(11) 95,000	85,000	66,569
C	Materials and supplies.....	(12) 1,200,000	1,173,150	963,696
D	Repairs and upkeep of buildings and works.....	(14) 62,000	46,600	39,202
	Rental of buildings and land.....	(15) 8,000	2,915	1,496
	Repairs and upkeep of ships and boats.....	(17) 633,000	631,770	601,268
	Repairs and upkeep of other equipment.....	(17) 200,000	185,800	141,662
E	Charter of aircraft, vessels and other equipment.....	(18) 318,000	336,700	317,157
	Water and electricity.....	(19) 44,000	47,300	45,582
	Membership, International Hydrographic Bureau.....	(20) 5,000	5,000	4,405
	Unemployment insurance contributions.....	(21) 17,000	15,000	14,743
	Laundry and dry cleaning.....	(22) 17,000	12,050	11,163
	Sundries.....	(22) 46,001	30,151	24,045
		<u>\$ 8,530,501</u>	<u>\$ 8,530,501</u>	<u>\$ 8,065,817</u>

Revenue arising from the above expenditures amounted to \$101,940 and consisted of *Privileges, licences and permits*—\$125; *Proceeds from sales*—hydrographic charts and sailing directions \$100,595; *Miscellaneous*—\$1,220.

Expenditures included an ex-gratia payment of \$100 or over as follows:

Particulars and payee	Authority	Amount
Full compensation for the loss which was alleged to have been suffered by him through the destruction of 73 trees on his property, such destruction having been caused as a result of the operations of a field party of the Canadian Hydrographic Service in 1963.		
Victorin Richard.....	P.C. 1965-37/1919, November 1, 1965	\$ 244

- A Expenditures consisted of: board and subsistence allowance \$13,569, survey bonuses \$42,861.
- B Payments by services with individual payments of \$2,000 or over were:
Gauging services \$37,451—Service of gauge attendants \$37,451.
Commissionaire services \$36,725—Canadian Corps of Commissionaires Montreal \$36,725.
Building cleaning services \$15,597—Dartmouth Window Cleaners Dartmouth N S \$15,597.
Scientific services \$40,000—Great Lakes Institute Toronto \$40,000.
- C Expenditures included the purchase of: coal and fuel oil \$267,723, deck supplies \$36,180, drafting supplies \$40,882, engine room supplies \$27,200, gasoline and lubricants \$40,021, operating supplies \$54,966, provisions \$253,887, stewards supplies \$15,643.
- D Expenditures included cleaning service Bedford Institute \$15,597.
- E Expenditures included the charter of two ships \$234,358.

The expenses by stations, vessels, etc., of charting Canadian waters were as follows:

Headquarters—Branch administration \$136,407, hydrographic surveys \$1,550,596, oceanography division administration \$293,007, research and special projects hydrographic \$26,320, research and special projects oceanography \$53,801, ships division headquarters \$23,932, Yellowknife depot \$388.	2,084,451
Gauging stations and publications.....	61,878
Current surveys.....	290,809
Nova Scotia—Bedford Institute Division \$1,623,380, Halifax office (Hydrographic) \$65,756.....	1,689,136
Atlantic coast—C S S Acadia \$289,320, C S L Anderson \$7,038, C S S Cartier \$140,974, C S S Hudson \$753,351, C S S Kapuskasing \$492,515, C S S Maxwell \$124,974, oceanography \$5,268, C S L Eider \$14,868.....	1,828,308
Pacific coast—C S L Curlew \$232, C S S Ehkoli \$81,202, C S S Marabell \$148,694, C S S Parry \$77,243, C S L Richardson \$36,201, C S S Wm J Stewart \$303,052, oceanography \$17,716, Tidal Survey Pacific \$17,187, Ships Division West Coast \$17,420, Victoria office and warehouse \$383,717.....	1,082,664
Inland waters C S L Petrel \$40,654, C S L Rae \$1,144, C S L Rainy Lake \$52,537, C S L Trent Severn \$43,489.....	137,824
Northern waters—C S S Baffin \$874,566, Eastern Arctic Surveys \$16,084, Western Arctic survey \$97..	890,747
	\$ 8,065,817

Vote 20 Construction or acquisition of buildings, works, land and equipment....	3,560,000
20b.....	179,000

Expenditures.....	3,739,000
	\$ 3,495,577

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings, works and land	206,000		
A Gauge stations, East coast.....		2,500	
A Gauge stations, inland waters.....		29,500	26,117
A Gauge stations, West coast.....		1,500	257
A Gauge station, Hudson Bay and Arctic.....		23,500	13,773
A Bedford Institute of Oceanography—projects \$10,000 and under.....		1,000	683
A Capital Improvements to Bedford Institute of Oceanography.....		15,000	12,625
A West Coast Institute of Oceanography.....		5,000	377
Total construction or acquisition of buildings, works and land.....	(13) 206,000	78,000	53,832

	Estimates	Allotments	Expenditures
B Construction of ships and boats	2,000,000		
C S S <i>Hudson</i>		7,300	5,802
C S S <i>Dawson</i>		24,950	22,771
Tidal and current survey vessel (West Coast).....		703,000	703,000
Replacement of C S S <i>Ehkoli</i>		245,000	211,471
C S S <i>Maxwell</i>		6,031	6,031
Research and survey ships Great Lakes.....		32,750	16,338
Tidal and current survey vessel (East Coast).....		695,000	695,000
Capital improvements to ships and launches.....		263,669	195,148
Launches and boats.....		150,300	146,770
Total construction of ships and boats..... (16)	2,000,000	2,128,000	2,002,331
C Acquisition of equipment (16)	1,533,000	1,533,000	1,439,414
	<u>\$ 3,739,000</u>	<u>\$ 3,739,000</u>	<u>\$ 3,495,577</u>

A Expenditures amounting to \$37,874 were made through the Department of Public Works.

B Expenditures included contracts: Burrard Dry Dock Co Ltd North Vancouver B C for construction of a Tidal and Current Survey Vessel (West Coast) \$3,886,849 expenditures \$695,000; (1960-61) G T R Campbell and Co Montreal for supervision of construction of C S S *Hudson* \$142,500 expenditures \$835 to date \$141,011; George T Davie and Sons Ltd Lauzon Que for construction of a Tidal and Current Survey Vessel (East Coast) \$3,817,991, expenditures \$695,000; (1960-61) Halifax Shipyards Halifax \$455,905 expenditures \$6,031 to date \$455,905 (final) (amends reporting in Public Accounts 1961-62); Yarrows Ltd Victoria for construction of a Pacific Coast oceanographic vessel \$2,267,710, expenditures \$211,471.

C Expenditures included: technical and surveying equipment \$508,684, research and scientific equipment \$357,819, navigation instruments \$40,570, tools and machinery \$133,192.

GEOLOGICAL RESEARCH

Vote 25 Administration, operation and maintenance including Canada's share of the cost of the Geological Liaison Office, British Commonwealth Scientific Conference, London, England, Canada's fee for membership in the International Union of Geological Sciences and \$150,000 for grants in aid of Geological Research in Canadian Universities.....

6,976,700

Transfer from Department of Finance Vote 15 contingencies.....

269,700

7,246,400

Expenditures.....

\$ 7,047,699

	Estimates	Allotments	Expenditures
A Salaries and wages \$ 3,917,000			
Transfer from Department of Finance Vote 15 contingencies.....			269,700
Overtime.....	(1) 4,186,700	4,104,700	4,101,363
Allowances.....	(1) 25,000	112,000	111,702
Professional and special services.....	(2) 50,000	50,000	34,268
Travelling expenses—Field.....	(4) 1,373,000	1,195,433	1,104,341
Travelling and removal expenses—Other.....	(5) 285,000	400,000	384,526
Freight, express and cartage.....	(5) 44,000	51,000	48,683
Telephones and telegrams.....	(6) 60,000	54,000	48,346
Publication of technical reports.....	(8) 22,000	30,000	30,000
Printing of maps.....	(9) 75,000	75,000	52,117
Office stationery, supplies and equipment.....	(9) 10,000	2,000	1,242
Materials and supplies.....	(11) 80,000	113,000	105,119
Rental of buildings and land.....	(12) 348,000	339,300	316,857
Repairs and upkeep of equipment.....	(15) 2,000	1,000	925
Repairs and upkeep of equipment.....	(17) 75,000	79,000	78,882

		Estimates	Allotments	Expenditures
E	Charter of aircraft.....	(18) 400,000	420,000	418,046
	Rental of other equipment.....	(18) 36,000	17,500	13,326
	Membership, International Union of Geological Sciences	(20) 2,000	2,000	1,944
	Other memberships.....	(20) 500	500	323
	Canada's share of the cost of the Geological Liaison Office, British Commonwealth Scientific Conference..	(20) 5,200	5,667	4,152
F	Grants in aid of geological research in Canadian Universities.....	(20) 150,000	150,000	150,000
	Unemployment insurance contributions.....	(21) 400	200	185
	Travelling expenses of members of the National Advisory Committee on Research in the Geological Sciences...	(22) 3,600	3,600	2,998
	Sundries.....	(22) 13,000	40,500	38,354
		<u>\$ 7,246,400</u>	<u>\$ 7,246,400</u>	<u>\$ 7,047,699</u>

This vote was provided for the cost of field studies of rocks, minerals and ore deposits of Canada that may lead to the discovery of ore and kindred deposits and more successful exploitation of deposits already known and the publishing of the results of such investigations.

Revenue arising from the above expenditures amounted to \$62,457 and consisted of *Privileges, licences and permits*—\$602; *Proceeds from sales* \$48,847—maps \$35,937, mineral specimens \$12,792, photostat copies and prints \$118; *Miscellaneous*—\$13,008.

A Expenditures included wages of field personnel \$174,667.

B Contracts in connection with aeromagnetic surveys with certain provinces sharing in the cost—(1962-63) Canadian Aero Service Ltd Ottawa: (a) \$599,953, expenditures to date \$599,953, the Province of Saskatchewan provided one-half of the expenditure (final), (b) \$768,000, expenditures to date \$768,000, the Province of Manitoba provided one-half of the expenditure (final), (c) \$904,602, expenditures to date \$904,602 (final) including the Province of Quebec's share \$450,000; Lockwood Survey Corporation Limited Toronto \$723,654 expenditures \$180,914 and holdbacks \$18,091, the Province of Ontario provided one-half of the expenditure; Spartan Air Services Ltd Ottawa: (a) (1964-65) \$105,474 expenditures \$26,170 to date \$105,474, including the Province of British Columbia's share \$35,000 (final), (b) \$693,995 expenditures \$231,332 and holdbacks \$23,133, the Province of Manitoba provided one-half of the expenditure. Other aeromagnetic survey contracts—Aero Photo Inc Quebec \$543,631 expenditures \$181,210 and holdbacks \$18,121; (1964-65) Canadian Aero Service Ltd Ottawa (a) \$207,478 expenditures \$8,775 to date \$165,983 (b) \$94,498 expenditures to date \$94,498 (final); Spartan Air Services Ltd Ottawa (a) \$512,510 expenditures \$170,837 and holdbacks \$17,084, (b) \$361,783 expenditures \$120,594 and holdbacks \$12,059.

Payments by services with individual payments of \$2,000 or over were:

Aeromagnetic services \$55,248—Aero Photo Inc Quebec \$28,785, Geophoto Services Ltd Calgary Alta \$4,800, Lockwood Survey Corporation Ltd Toronto \$21,663.

Analysis service \$15,600—H T Carswell Vancouver \$4,950, Isotopes Incorporated Westwood N J USA \$10,658.

Drafting service \$10,150—Lockwood Survey Corporation Ltd Toronto \$10,150.

Drilling service \$66,774—Big Indian Drilling Co Ltd Calgary Alta \$12,840, Douglas Bros and Jones Inc Charlottetown \$9,000, Haliburton Oil Well Cementing Co Calgary Alta \$15,119, Hall Drilling Ltd Calgary Alta \$7,543, Okanagan Rotary Water Well Drilling Vernon B C \$10,932, Olson Drilling Moose Jaw Sask \$11,340.

Experimental survey service \$53,949—Barringer Surveys Ltd Rexdale Ont \$20,675, H R B Singer Inc State College P A USA \$33,274.

Preparation of reports \$2,845—Morris Zaslow Ottawa \$2,845.

Specimen recovery service \$2,575—Mrs Salome Workman Calgary Alta \$2,575.

C Expenditures included: chemicals and laboratory supplies \$54,984, gasoline and lubricants \$39,293, oil samples \$20,851, photographic supplies \$42,036, provisions \$53,996.

D Expenditures included repairs to motor vehicles \$25,527, repairs to scientific equipment \$41,516.

E This expenditure was for field operations.

F Grants were paid to Ecole Polytechnique \$7,300, Loyola College \$2,000 and to the following universities: Alberta \$22,300, British Columbia \$8,210, Carleton \$9,000, Dalhousie \$6,400, Laval \$3,050, Manitoba \$7,900, Memorial \$10,200, McGill \$2,600, McMaster \$18,100, Montreal \$3,500, Mount Allison \$500, New Brunswick \$7,700, Ottawa \$4,200, Queens \$7,300, Saskatchewan \$10,800, Toronto \$11,610, Western Ontario \$7,330.

Vote 30 Construction or acquisition of buildings, works, land and equipment.....	754,000
Expenditures.....	<u>\$ 751,388</u>

		Estimates	Allotments	Expenditures
A	Construction or acquisition of buildings, works, and land	365,000		
	Western regional office building, Calgary		409,500	409,442
	Total construction or acquisition of buildings, etc.....	(13) 365,000	409,500	409,442
B	Acquisition of equipment.....	(16) 389,000	344,500	341,946
		<u>\$ 754,000</u>	<u>\$ 754,000</u>	<u>\$ 751,388</u>

A Expenditures included contracts awarded to: Oland Construction Co Ltd Calgary Alta for the construction of the western regional office building \$2,201,846 expenditures \$335,360; (1964-65) J Stevenson and Associates Calgary Alta for supervision of the construction of the western regional office building \$126,000 expenditures \$63,829 to date \$85,202 (amends reporting in Public Accounts 1964-65).

B Expenditures included: research and scientific equipment \$258,299, transportation equipment \$12,861.

MINING AND METALLURGICAL INVESTIGATIONS AND RESEARCH

Vote 35	Administration, operation and maintenance including Canada's share of the cost of the Commonwealth Committee on Mineral Processing and \$50,000 for grants in aid of mining and mineral processing research in Canadian universities.....	5,736,000
35b	.....	49,000
35e	To increase to \$70,000 the grants in aid of mining and mineral processing research in Canadian universities.....	1
	Transfer from Department of Finance Vote 15 contingencies.....	192,800
		<u>5,977,801</u>
	Expenditures.....	<u>\$ 5,875,528</u>

		Estimates	Allotments	Expenditures
	Salaries and wages.....	\$ 4,903,940		
	Transfer from Department of Finance Vote 15 contingencies.....	192,800		
		5,096,740	5,081,140	5,005,199
	Less—Amount to be provided by Department of National Defence.....	14,940	14,940	12,234
		(1) 5,081,800	5,066,200	4,992,965
	Overtime.....	(1) 18,000	18,000	11,142
A	Professional and special services.....	(4) 135,000	120,750	112,986
	Travelling and removal expenses.....	(5) 115,000	120,000	113,144
	Freight, express and cartage.....	(6) 9,000	6,871	5,961
	Telephone, telegrams and cables.....	(8) 25,500	29,800	29,658
	Publication of technical reports.....	(9) 27,500	30,500	29,628
	Films and photographs.....	(10) 21,000	27,250	27,249
	Office stationery, supplies and equipment.....	(11) 30,500	34,500	30,235
	Subscriptions, textbooks and other major library acquisitions.....	(11) 25,000	32,000	29,789
B	Materials and supplies.....	(12) 357,000	363,300	347,900
	Rental of laboratory and office space.....	(15) 16,000	10,000	9,792
	Repairs and upkeep of equipment.....	(17) 52,000	57,000	56,092
	Memberships.....	(20) 2,500	2,500	1,956
	Canada's share of the cost of the Commonwealth Committee on Mineral Processing.....	(20) 600	729	
C	Grants in aid of mining and mineral processing research in Canadian universities.....	(20) 70,000	70,000	70,000
	Travelling expenses of members of the National Advisory Committee on Research in Mining and Mineral Processing.....	(22) 1,000		
	Sundries.....	(22) 10,400	8,400	7,031
		5,997,800	5,997,800	5,875,528
	Less—funds available in the main estimates 1965-66...	(34) 19,999	19,999	
		<u>\$ 5,977,801</u>	<u>\$ 5,977,801</u>	<u>\$ 5,875,528</u>

This vote was provided for the cost of investigations in laboratory, office and field, pertaining to mineral resources, the mining and metallurgical industries, mineral technology and economics of production and marketing; and the dissemination of information with respect thereto.

Revenue arising from the above expenditures amounted to \$8,748 and consisted of *Privileges, licences and permits*—\$5,341; *Proceeds from sales*—\$54; *Services and service fees*—\$3,335; *Miscellaneous*—\$20.

- A Payments by services with individual payments of \$2,000 or over were:
Patent solicitors fees \$6,639—Canadian Patents and Development Limited Ottawa \$2,975, Alex E MacRae and Company Ottawa \$3,664.
Commissionaire services \$64,137—Canadian Corps of Commissionaires Montreal \$64,137.
Other special services \$38,981—Leo Belanger Elliot Lake Ont \$5,376, Inspiration Mining and Development North Bay Ont \$26,707.
- B Expenditures included: chemical and laboratory supplies \$121,014, operating supplies \$195,831.
- C Grants were paid to the following universities: Alberta \$6,600, British Columbia \$5,500, Laval \$4,500, McGill \$9,500, McMaster \$5,500, Queen's \$29,900, Toronto \$3,000, Waterloo \$5,500.

Vote 40 Construction or acquisition of buildings, works, land and equipment . . .	653,000
40b.	261,000
	<u>914,000</u>
Expenditures	\$ <u>817,240</u>

	Estimates	Allotments	Expenditures
Construction of buildings and works	118,000		
A Rock Crusher Building Elliot Lake Ont.		75,000	50,774
Water Analysis Laboratories		2,000	1,687
Transfer of Fuels Division Edmonton Office		6,000	6,000
Projects under \$5,000 Ottawa		3,000	201
Total construction of buildings and works . . . (13)	118,000	86,000	58,662
B Acquisition of other equipment (16)	796,000	828,000	758,578
	<u>\$ 914,000</u>	<u>\$ 914,000</u>	<u>\$ 817,240</u>

- A Expenditures amounting to \$47,208 were made through the Department of Public Works.
- B Expenditures included: research and scientific equipment \$691,528, tools and machinery \$37,108, transportation equipment \$10,054.

GEOGRAPHICAL SURVEYS AND RESEARCH

Vote 45 Administration, operation and maintenance including the expenses of the Canadian Permanent Committee on Geographical Names and the National Committee for Canada of the International Geographical Union, Canada's fee for membership in the International Geographical Union and grants as detailed in the estimates	758,000
Transfer from Department of Finance Vote 15 contingencies	191,200
	<u>949,200</u>
Expenditures	\$ <u>935,726</u>

	Estimates	Allotments	Expenditures
Salaries and wages \$ 505,000			
Transfer from Department of Finance Vote 15 contingencies 191,200			
	(1) 696,200	694,738	693,604
Overtime	(1) 2,500	7,000	6,721
Allowances	(2) 4,000	4,000	2,390
Professional and special services	(4) 9,700	8,634	8,619

		Estimates	Allotments	Expenditures
	Travelling expenses—Field	(5) 45,000	21,700	21,179
	Travelling and removal expenses—Other	(5) 7,400	8,885	8,875
	Freight, express and cartage	(6) 16,000	14,572	13,792
	Telephones and telegrams	(8) 4,000	7,630	7,611
	Publication of technical reports	(9) 30,000	13,056	10,174
	Filmstrips	(10) 1,000	5,271	5,271
	Office stationery, supplies and equipment	(11) 13,000	19,200	16,786
	Materials and supplies	(12) 29,000	34,440	34,385
	Construction or acquisition of buildings, works and land	(13)	3,000	2,880
A	Acquisition of equipment	(16) 21,000	30,443	27,372
	Repairs and upkeep of equipment	(17) 3,000	3,579	3,385
	Charter of aircraft	(18) 60,000	66,487	66,484
	Rental of other equipment	(18) 700	.....	.....
	Membership, International Geographical Union	(20) 550	550	540
	Other memberships	(20) 100	50	.....
	Grant to Canadian Association of Geographers	(20) 750	750	750
	Grant to the University of British Columbia in aid of Research in Foreign Geography	(20) 1,000	1,000	1,000
	Travelling expenses of members of the Canadian Perma- nent Committee on Geographical Names	(22) 1,000	461	404
	Travelling expenses of members of the National Com- mittee for Canada of the International Geographical Union	(22) 1,700	1,700	1,618
	Travelling expenses of members of the National Advisory Committee on Geographical Research	(22) 1,000	827	827
	Sundries	(22) 600	1,227	1,059
		\$ 949,200	\$ 949,200	\$ 935,726

Revenue arising from the above expenditures amounted to \$30 and consisted of *Proceeds from sales*.

A Expenditures included: transportation equipment \$3,165, research and scientific equipment \$17,333.

RESEARCH IN ASTRONOMY AND GEOPHYSICS

Vote 50 Administration, operation and maintenance including the expenses of the National Committee for Canada of the International Astronomical Union, Canada's fee for membership in the International Astronomical Union, and grants as detailed in the estimates	2,433,800
Transfer from Department of Finance Vote 15 contingencies	122,300
	2,556,100
Expenditures	\$ 2,394,872

Total revenue arising from the above expenditures amounted to \$11,184.

Dominion Observatory, Ottawa and field stations—Administration, operation and maintenance including the expenses of the National Committee for Canada of the International Astronomical Union, Canada's fee for membership in the International Astronomical Union and a grant of \$3,500 to the Royal Astronomical Society of Canada and \$10,000 for grants in aid of research in astronomy and geophysics in Canadian universities

		Estimates	Allotments	Expenditures
	Salaries and wages	\$ 1,089,000	.....	.....
	Transfer from Department of Finance Vote 15 contingencies	113,100	.....	.....
		(1) 1,202,100	1,214,720	1,208,678
	Overtime	(1) 10,000	11,000	10,475
	Allowances	(2) 14,000	14,000	10,590
A	Professional and special services	(4) 167,000	162,033	150,449
	Travelling expenses—Field	(5) 103,000	96,000	90,753

		Estimates	Allotments	Expenditures
	Travelling and removal expenses—Other.....	(5) 37,000	37,000	36,121
	Freight, express and cartage.....	(6) 20,000	47,221	39,801
	Telephones and telegrams.....	(8) 16,000	23,245	19,986
	Publication of technical reports.....	(9) 40,000	26,428	24,782
	Office stationery, supplies and equipment.....	(11) 35,000	31,000	28,659
	Materials and supplies.....	(12) 177,000	203,378	177,117
	Repairs and upkeep of buildings and works.....	(14) 28,000	18,277	7,240
	Repairs and upkeep of equipment.....	(17) 39,000	25,104	21,929
B	Charter of aircraft.....	(18) 275,000	259,500	243,493
	Rental of other equipment.....	(18) 26,000	18,845	15,194
	Supply of electricity.....	(19) 18,000	18,400	16,801
	Membership fee, International Astronomical Union....	(20) 800	800	635
	Other membership fees.....	(20) 100	100	9
	Grant to Royal Astronomical Society of Canada.....	(20) 3,500	3,500	3,500
C	Grants in aid of research in astronomy and geophysics in Canadian universities.....	(20) 10,000	10,000	9,793
	Travelling expenses of members of the national committee for Canada of the International Astronomical Union.....	(22) 2,000	2,000	533
	Sundries.....	(22) 10,000	9,449	9,438
		\$ 2,233,500	\$ 2,232,000	\$ 2,125,976

Revenue arising from the above expenditures amounted to \$8,834 and consisted of *Privileges, licences and permits* \$8,821—rental of houses \$8,056, royalties \$765; *Proceeds from sales*—\$13.

A Payment by services with individual payments of \$2,000 or over were:

Drilling service \$36,100—Heath and Sherwood Drilling (Eastern) Ltd Kirkland Lake Ont \$36,110.

Preparation of reports \$4,000—R G Madill Delta Ont \$4,000.

Seismograph services \$28,210—University of Alberta \$5,800, Dalhousie University \$4,125, McGill University \$5,760, Memorial University \$5,625, University of Western Ontario \$5,625.

Commissionaire Services \$16,804—Canadian Corps of Commissionaires Montreal \$18,804.

Surveying Service \$12,724—Outside land surveyors \$12,724.

B Expenditure was for transportation of field parties.

C Grants were paid to: College Jean-de-Brebeuf \$1,300, and the following universities—British Columbia \$4,640, Toronto \$2,500, Western Ontario \$1,353.

*Dominion Astrophysical Observatory,
Victoria, B C—Administration, operation and maintenance*

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 209,000			
Transfer from Department of Finance Vote 15 contingencies.....	9,200			
		(1) 218,200	213,600	208,627
Overtime.....		(1) 1,000	1,000	844
Professional and special services.....		(4) 8,600	7,600	2,261
Travelling expenses—Field.....		(5) 3,700	6,000	2,515
Travelling and removal expenses—Other.....		(5) 19,000	19,000	15,147
Freight, express and cartage.....		(6) 500	1,200	54
Telephones and telegrams.....		(8) 1,900	900	261
Publication of technical reports.....		(9) 8,500	8,500	3,028
Office stationery, supplies and equipment.....		(11) 6,400	7,400	6,674
Materials and supplies.....		(12) 12,500	15,200	9,433
Repairs and upkeep of buildings and works.....		(14) 26,000	26,000	9,493
Repairs and upkeep of equipment.....		(17) 7,500	6,900	1,636
Water and electricity.....		(19) 7,800	7,800	6,284
Sundries.....		(22) 1,000	3,000	2,639
		\$ 322,600	\$ 324,100	\$ 268,896

Revenue arising from the above expenditures amounted to \$2,350 and consisted of *Privileges, licences and permits*.

Total Vote 50.....	\$ 2,556,100	\$ 2,556,100	\$ 2,394,872
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Vote 55 Construction or acquisition of buildings, works, land and equipment . . .	1,749,000
55b.	1,414,000
	3,163,000
Expenditures	\$ 2,472,987

*Dominion Observatory, Ottawa and field stations—
Construction or acquisition of buildings, works, land and equipment*

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings, works and land	145,000		
A Seismograph vault Suffield Alberta		24,800	19,658
C Seismograph vault Baker Lake NWT		5,000	4,931
C Seismograph vault St John's Nfld		768	767
B Absolute building Resolute NWT		16,000	9,900
B Variometer building Resolute NWT		15,250	8,900
C Absolute building Churchill Man		750	750
Photographic equipment building Ottawa		432	
PZT Observatory Western Canada		4,000	
Projects \$5,000 and under Alberta		3,500	503
Projects \$1,000 and under British Columbia		2,500	1,439
Total construction or acquisition of buildings, works and land	(13) 145,000	73,000	46,848
D Acquisition of equipment	(16) 628,000	680,000	645,904
	<u>\$ 773,000</u>	<u>\$ 753,000</u>	<u>\$ 692,752</u>

A Expenditures amounting to \$19,456 were made through the Department of National Defence.

B Expenditures amounting to \$18,800 were made through the Department of Transport.

C Expenditures amounting to \$4,725 were made through the Department of Public Works.

D Expenditures included: research and scientific equipment \$516,952, technical and surveying equipment \$56,069, transportation equipment \$15,446.

*Dominion Astrophysical Observatory Victoria B C—
Construction or acquisition of buildings, works, land and equipment*

	Estimates	Allotments	Expenditures
A Construction of the Queen Elizabeth II Observatory including purchases of land	(13) 1,750,000	1,748,846	1,301,100
Construction or acquisition of other buildings, works and land	45,000		
B Structure to house 16" reflecting telescope		25,000	22,886
B Purchases of land		1,282	1,280
B Water system		40,000	38,890
B Projects under \$5,000 British Columbia		3,872	1,660
Total construction or acquisition of other buildings, works and land	(13) 45,000	70,154	64,716
C Acquisition of the Queen Elizabeth II Observatory telescope	(16) 503,000	503,000	370,481
C Acquisition of other equipment	(16) 92,000	88,000	43,938
	<u>2,390,000</u>	<u>2,410,000</u>	<u>1,780,235</u>

A Expenditures included: *Consultant services* \$42,314, A B Sanderson and Company Ltd Victoria \$42,314. Contracts awarded to: Peter Kiewit Sons Company of Canada Ltd Vancouver for construction of access road to the site of the Queen Elizabeth II Observatory \$1,386,970 expenditures \$1,107,054 including holdback of \$55,353; A B Sanderson and Company Ltd Victoria for consultant service relative to the construction of the access road to the site of the Queen Elizabeth II Observatory \$170,000, expenditures \$150,840.

B Expenditures amounting to \$62,946 were made through the Department of Public Works.

C Expenditures included research and scientific equipment \$414,419.

Total Vote 55	\$ 3,163,000	\$ 3,163,000	\$ 2,472,987
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GENERAL

Payments under the Emergency Gold Mining Assistance Act, c. 95, R.S., as amended. (20) \$14,757,573

Assistance is provided to gold mining operators under the above act to retard the closure of mines induced by increasing costs of production and a fixed price for gold, with the view to providing support for dependent communities. The Act was passed on May 14, 1948, with payment effective for a period of three years from January 1, 1948, and has been extended subsequently from time to time. An amendment passed on December 12, 1963, extended the Act to the end of 1967.

The amount of assistance payable to the operator of a gold mine is calculated by a formula consisting of two factors: the "rate of assistance" which is based on the cost per ounce of gold produced from the mine, and the "assistance ounces" which are a specified proportion of the total ounces of gold produced. The assistance payable is computed under the current formula by adding twenty-five per cent to the product of the rate of assistance and the number of assistance ounces. The rate of assistance factor is two-thirds of the amount by which the average cost of production per ounce of gold for the calendar year exceeds \$26.50. The number of assistance ounces is two-thirds of the total number of ounces produced in the calendar year. The amount of assistance per ounce increases as the average cost of production per ounce increases from \$26.50 to \$45.00. A maximum rate of assistance of \$12.33 per ounce precludes an increase in the amount of assistance per ounce as the average cost of production rises above \$45.00 per ounce. To be eligible for assistance, a mine must produce at least fifty ounces of gold in a calendar year, and the value of the gold produced must be seventy per cent or more of the total value of the output of the mine.

Expenditures to date amounted to \$218,481,811 including the balance of \$2,297,360 in Emergency Gold Mining Assistance Holdbacks (see under the schedule, Deposit and Trust Accounts, in Volume 1 of this report) to provide for payment of holdbacks after final audit.

Gratuities to families of deceased employees, Civil Service Act..... (21) \$ 624

Vote 60 Polar Continental Shelf Project..... 1,657,200

Transfer from Department of Finance Vote 15 contingencies..... 12,300

1,669,500

Expenditures..... \$ 1,351,892

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 307,000			
Transfer from Department of Finance Vote 15 contingencies.....	12,300			
		(1) 319,300	311,800	298,774
Overtime.....		(1) 2,000	9,500	8,991
Allowances.....		(2) 10,000	10,000	5,007
A Professional and special services.....		(4) 108,000	103,000	64,144
Travelling expenses—Field.....		(5) 16,000	48,000	24,528
Travelling and removal expenses—Other.....		(5) 3,000	3,000	1,673
Freight, express and cartage.....		(6) 77,000	70,000	58,139
Telephones and telegrams.....		(8) 4,200	4,700	3,267
Publication of technical reports.....		(9) 500	500	2
Office stationery, supplies and equipment.....		(11) 1,500	1,900	1,887
B Materials and supplies.....		(12) 225,000	208,100	171,919
C Acquisition of equipment.....		(16) 114,000	109,000	71,207
Repairs and upkeep of equipment.....		(17) 62,000	71,000	40,742
Charter of aircraft and rental of other equipment.....		(18) 723,000	715,000	599,566
Sundries.....		(22) 4,000	4,000	2,046
		<u>\$ 1,669,500</u>	<u>\$ 1,669,500</u>	<u>\$ 1,351,892</u>

Revenue arising from the above expenditures amounted to \$605 and consisted of *Miscellaneous*.

- A Payments by services with individual payments of \$2,000 or over were:
Professional and technical fees \$47,466—Computing Devices of Canada Limited Ottawa \$47,466.
- B Expenditures included: gasoline and lubricants \$64,242, provisions \$31,332.
- C Expenditures included: technical and surveying equipment \$26,442, tools and machinery \$10,375, transportation equipment \$2,565.

Vote 62d Payment of subsidy to San Antonio Gold Mines Limited during the 1965-66 and 1966-67 fiscal years in accordance with an agreement entered into by the Minister of Mines and Technical Surveys, with the approval of the Governor in Council, and the Government of Manitoba, the total cost of the subsidy to be borne in equal shares by the Government of Canada and the Government of Manitoba, the payments by the Government of Canada not to exceed \$45,000.....

Expenditures..... (20) \$ 45,000
37,500

Transfer from Department of Finance Vote 15 contingencies.....

Expenditures..... (22) \$ 1,000
173

The above transfer was authorized by T.B. 645715 September 7, 1965 to provide payments for awards under the Public Servants Inventions Act. Awards were made to 4 employees.

Transfer from Department of Northern Affairs and National Resources—that portion of Vote 1 which relates to the Resources Development Branch.....

170,369

Transfer from Department of Finance Vote 15 contingencies.....

2,500

Expenditures..... \$ 172,869
170,592

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 86,300			
Transfer from Department of Finance Vote 15 contingencies.....	2,500			
		(1) 88,800	88,800	87,383
Travelling and removal expenses.....		(5) 5,450	5,450	4,728
Telephones and telegrams.....		(8) 200	200	197
Office stationery, supplies and equipment.....		(11) 1,500	1,500	1,365
Contribution to the Canadian Council of Resource Ministers.....		(20) 76,919	76,919	76,919
		\$ 172,869	\$ 172,869	\$ 170,592

Transfer from the Department of Northern Affairs and National Resources—Vote 5 contributions to the provinces, pursuant to agreements entered into with the approval of the Governor in Council by Canada with the provinces, to assist in the development of roads leading to resources.....

6,665,000

Vote 5e.....

600,000

Expenditures..... (20) \$ 7,265,000
7,265,000

Expenditures by provinces were as follows: Newfoundland \$750,000, Nova Scotia \$378,445, Prince Edward Island \$496,875, New Brunswick \$750,000, Quebec \$1,500,000, Ontario \$750,000, Manitoba \$976,785, Saskatchewan \$718,080, Alberta \$449,618, British Columbia \$495,197.

Expenditures to date under this program were \$66,576,051.

Transfer from Department of Northern Affairs and National Resources—Vote 10 contributions to the provinces, pursuant to agreements entered into with the approval of the Governor in Council by Canada with the provinces, of amounts equal to one-half of the amounts confirmed by the provinces as having been spent by them for campground and picnic area developments.....

75,000

Vote 10e.....

100,000

Expenditures..... (20) \$ 175,000
161,637

Expenditures by provinces were as follows: Newfoundland \$59,543, Nova Scotia \$9,014, Prince Edward Island \$19,490, New Brunswick \$33,034, Saskatchewan \$32,675, Alberta \$7,881.

Expenditures to date under this program were \$9,734,007.

Transfer from Department of Northern Affairs and National Resources—Vote 12b	
subventions under agreements entered into pursuant to the Atlantic Provinces	
Power Development Act in respect of electric power generated from eastern coal	
during the fiscal year 1965-66.....	
	1,800,000
Vote 12e.....	700,000
	2,500,000
Expenditures.....	(20) \$ 2,457,648

This vote was provided to meet the cost of subventions in respect of electric power generated from coal produced in the Atlantic provinces of Canada in all coal burning thermal electric power plants in the Provinces of New Brunswick and Nova Scotia, which was formerly the responsibility of the Dominion Coal Board. By Order in Council P.C. 1965-23, January 6, 1965, a new formula of subventions was approved.

Expenditures by provinces were as follows: Nova Scotia \$1,506,350, New Brunswick \$951,298.

WATER RESOURCES

Transfer from the Department of Northern Affairs and National Resources—Vote 30	
Administration, operation and maintenance including Canada's share of the	
expenses of the International Executive Council, World Power Conference, and	
authority to make recoverable advances in amounts not exceeding in the aggregate	
the amount of the shares of the Province of Manitoba and of the Province of	
Ontario of the cost of regulating the levels of Lake of the Woods and Lac Seul and	
the amount of the shares of provincial and outside agencies of the cost of hydro-	
metric surveys.....	
	3,638,000
Vote 30d.....	168,500
Transfer from Department of Finance Vote 15 contingencies.....	51,000
	3,857,500
Expenditures.....	\$ 3,661,518

Total revenue arising from the above expenditures amounted to \$58,426.

Water Resources Branch—Administration, operation and maintenance including Canada's share of the expenses of the International Executive Council, World Power Conference, and authority to make recoverable advances in amounts not exceeding in the aggregate the amount of the shares of the Province of Manitoba and of the Province of Ontario of the cost of regulating the levels of Lake of the Woods and Lac Seul and the amount of the shares of provincial and outside agencies of the cost of hydrometric surveys

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 1,950,000		
Transfer from Department of Finance Vote 15 contingencies.....	51,000		
	(1) 2,001,000	2,001,000	1,889,021
Overtime.....	(1) 6,000	6,000	5,937
Isolation and other allowances.....	(2) 17,000	17,000	14,907
A Professional and special services.....	(4) 465,000	418,575	358,530
Travelling expenses—Field investigations.....	(5) 150,000	176,000	175,650
Travelling expenses—Head office.....	(5) 28,000	32,500	32,426
Removal expenses.....	(5) 12,000	12,000	11,475
Freight, express and cartage.....	(6) 12,000	12,000	8,920
Postage.....	(7) 4,500	5,050	5,025
Telephones, telegrams and other communication services.....	(8) 30,000	34,800	34,776
Publication of departmental reports and other material.....	(9) 18,000	18,000	14,274
Office stationery, supplies and equipment.....	(11) 33,000	33,000	31,800

		Estimates	Allotments	Expenditures
Materials and supplies.....	(12)	61,000	61,000	60,297
Rental of land and buildings.....	(15)	10,000	10,000	5,965
Repairs and upkeep of equipment.....	(17)	46,500	57,000	56,959
Rental of equipment.....	(18)	130,000	130,000	115,890
Municipal or public utility services.....	(19)	22,000	22,000	15,280
Canada's share of the expenses of the International Executive Council, World Power Conference.....	(20)	350	350	350
Membership fees.....	(20)	250	275	267
Unemployment insurance contributions.....	(21)	300	350	332
Sundries.....	(22)	2,100	2,100	1,854
		3,049,000	3,049,000	2,839,985
B Less—Estimated amount recoverable from provincial and outside agencies.....	(34)	60,000	60,000	46,962
		\$ 2,989,000	\$ 2,989,000	\$ 2,793,023

Revenue arising from the above expenditures amounted to \$58,426 and consisted of *Privileges, licences and permits* \$22,792—rent of water power rights \$20,872, sundries \$1,920; *Proceeds from sales*—\$515; *Services and service fees* \$34,525—contributions from provincial governments for water power investigations; *Miscellaneous*—\$594.

A Payments by services with individual payments of \$2,000 or over were:

Consultant fees \$209,472—Ingledow-Kidd and Associates Vancouver \$21,258, W R D Sewell Park Forest Ill U S A \$5,405, Stevenson & Kellogg Toronto \$11,518; Contract (1964-65): Ingledow-Kidd and Associates Vancouver \$250,000, expenditures \$171,291, to date \$236,141 (amends reporting in Public Accounts 1964-65).

Gauge readers services \$97,784.

Technician fees \$11,567—G S Cavadias Montreal \$6,271.

Miscellaneous services \$39,757.

B Expenditures included an amount of \$18,797 transferred to "Manitoba—Operation, etc. of storage projects", see under the schedule, Other Loans and Investments, in volume I of this report.

The following distribution of expenditures was maintained under authority of Treasury Board.

	Allotments	Expenditures
Salaries and wages.....	1,950,000	1,889,021
Transfer from Department of Finance Vote 15 contingencies.....	51,000	
	2,001,000	1,889,021
Overtime.....	6,000	5,937
Isolation and other allowances.....	17,000	13,459
Professional and special services.....	336,000	288,199
Travelling expenses—Head Office.....	35,000	32,426
Removal expenses.....	12,000	11,475
Freight, express and cartage.....	2,000	985
Postage.....	4,000	4,000
Telephones, telegrams and other communication services.....	16,000	13,462
Publication of departmental reports and other material.....	18,000	14,274
Office stationery, supplies and equipment.....	33,000	31,748
Materials and supplies.....	11,000	10,411
Rental of equipment.....	120,000	108,324
Municipal or public utility services.....	13,000	6,785
Canada's share of the expenses of the International Executive Council, World Power Conference.....	350	350
Membership fees.....	250	195
Field surveys.....	424,400	408,934
	3,049,000	2,839,985
Less—Estimated amount recoverable from provincial and outside agencies.....	60,000	46,962
	\$ 2,989,000	\$ 2,793,023

Nelson River—Expenditures in connection with investigations to be carried out in accordance with an agreement entered into between Canada and Manitoba

	Estimates	Allotments	Expenditures
Payments.....	(20) \$ 868,500	\$ 868,500	\$ 868,495
Total Vote 30.....	\$ 3,857,500	\$ 3,857,500	\$ 3,661,518

Transfer from Department of Northern Affairs and National Resources—Vote 35			
Construction or acquisition of buildings, works, land and equipment and authority to make recoverable advances in amounts not exceeding in the aggregate the amount of the shares of provincial and outside agencies of the cost of hydrometric surveys.....			
			989,400
	Expenditures.....		\$ 625,420

		Estimates	Allotments	Expenditures
Construction or acquisition of buildings and works.....	(13)	704,800	704,800	395,419
A Acquisition of equipment.....	(16)	363,000	363,000	296,429
		1,067,800	1,067,800	691,848
Less—Estimated amount recoverable from provincial and outside agencies.....	(34)	78,400	78,400	66,428
		<u>\$ 989,400</u>	<u>\$ 989,400</u>	<u>\$ 625,420</u>

A Included: camp equipment \$4,306, floating equipment \$11,494, radio equipment \$2,453, scientific equipment \$73,336, transportation equipment \$73,336.

The following distribution of expenditures was maintained under authority of Treasury Board.

		Allotments	Expenditures
Construction or acquisition of buildings and works—			
Relocation and broadening of the experimental and research station.....		250,000	
Projects under \$15,000.....		454,800	395,419
Acquisition of equipment.....		363,000	296,429
		1,067,800	691,848
Less—Estimated amount recoverable from provincial and outside agencies.....		78,400	66,428
		<u>\$ 989,400</u>	<u>\$ 625,420</u>

Transfer from Department of Northern Affairs and National Resources—Vote 40			
Contributions to the provinces towards the construction of dams and other works to assist in the conservation and control of water resources in accordance with agreements entered into between Canada and the provinces.....			
			9,400,000
	Expenditures.....		\$ 9,353,659

		Estimates	Allotments	Expenditures
Contribution to the Province of Ontario towards the cost of the Upper Thames River Conservation Authority program.....	(20)	700,000	1,205,000	1,204,191
Contribution to the Province of Ontario towards the cost of the Ausable River Conservation Authority program.....	(20)	200,000	55,000	12,844
Contribution to the Province of Ontario towards the cost of the Metropolitan Toronto Conservation Authority program.....	(20)	1,100,000	740,000	736,624
Contribution to the Province of Manitoba towards the construction of the Greater Winnipeg Floodway.....	(20)	7,400,000	7,400,000	7,400,000
		<u>\$ 9,400,000</u>	<u>\$ 9,400,000</u>	<u>\$ 9,353,659</u>

The following distribution of expenditures was maintained under authority of Treasury Board.

		Allotments	Expenditures
Contributions to the Province of Ontario.....		2,000,000	1,953,659
Contributions to the Province of Manitoba.....		7,400,000	7,400,000
		<u>\$ 9,400,000</u>	<u>\$ 9,353,659</u>

DOMINION COAL BOARD

Vote 65 Administration and investigations of the Dominion Coal Board.....	183,000
Transfer from Department of Finance Vote 15 contingencies.....	2,500
	<u>185,500</u>
Expenditures.....	<u>\$ 180,965</u>

		Estimates	Allotments	Expenditures
Continuing establishment.....	\$ 111,000			
Transfer from Department of Finance Vote 15 contingencies.....	2,500			
		(1) 113,500	113,500	113,312
A Professional and special services.....		(4) 50,000	45,800	43,627
Travelling expenses.....		(5) 5,000	4,600	4,367
Postage.....		(7) 100	100	24
Telephones and telegrams.....		(8) 3,600	4,000	3,833
Publication of reports.....		(9) 3,800	5,800	4,643
Office stationery, supplies and equipment.....		(11) 2,000	3,300	3,060
B Expenses of board members.....		(22) 6,000	7,900	7,891
Sundries.....		(22) 1,500	500	208
		<u>\$ 185,500</u>	<u>\$ 185,500</u>	<u>\$ 180,965</u>

A Payments by services with individual payments of \$2,000 or over were:

Consulting service \$11,477—C E Baltzer Ottawa \$6,659, T G Gerow Minneapolis Minn USA \$4,818.

Research service \$20,483.

B P.C. 126/4433, October 30, 1947, and P.C. 4561, November 7, 1947, authorized an allowance of \$25 per diem to the members of the Dominion Coal Board: J M Brodie, V E Mackinnon, I MacLaren, E J Renaud, P Streeter, W C Whittaker.

P Streeter received travelling expenses of \$1,293.

Vote 70 Subventions in respect of eastern coal under agreements entered into pursuant to the Atlantic Provinces Power Development Act.....	600,000
Vote 70b.....	130,000
	<u>730,000</u>
Expenditures.....	(20) <u>\$ 717,495</u>

Payments consisted of: New Brunswick Electric Power Commission Fredericton \$328,507, Nova Scotia Power Commission Halifax \$388,988.

Payments in connection with the movements of coal under conditions prescribed by the Governor in Council and subsidy payments under an Act to place Canadian coal used in the manufacture of iron and steel on a basis of equality with imported coal

Payments in connection with the movements of coal under conditions prescribed by the Governor in Council (Mines and Technical Surveys Vote 75b, Appropriation Act No. 10, 1964)

Payments.....	(20) 14,806,631
---------------	-----------------

Subventions consisted of: Arrow Kirk Coal Company Vancouver \$91, Avon Coal Company Ltd Saint John N B \$234,069, Bras d'Or Coal Company Ltd Bras d'Or N S \$450,928, Canadian National Railways Montreal \$88,729, Canadian Pacific Railway Company Montreal \$220,479, Canmore Mines Ltd Canmore Alta \$462,920, Chestico Mining Corporation Ltd Port Hood, N S \$31,246, Coleman Collieries Ltd Coleman Alta \$1,213,456, Crow's Nest Industries Ltd Fernie B C \$1,031,609, Cumberland Railway Company Sydney N S \$9,480, Dominion Coal Company Ltd Montreal \$13,656,835, Dominion Steel and Coal Corporation Ltd Montreal \$2,810,406, Drummond Coal Company Ltd Westville N S \$94,645, Dufferin Mining Ltd

Chipman N B \$114,304, Evans Coal Mines Ltd Inverness County N S \$63,786, V C McMann Ltd Minto N B \$71,356, D W and R A Mills Ltd Chipman N B \$134,293, Miramichi Lumber Company Ltd Minto N B \$958,314, New Brunswick Electric Power Commission Fredericton \$33,411, C H Nichols Company Ltd Minto N B \$86,179, Northern Alberta Railways Company Edmonton \$2,811, Nova Scotia Power Commission Halifax \$294,916, River Hebert Coal Company Ltd River Hebert N S \$85,543, Springhill Coal Mines Ltd New Glasgow N S \$213,825.

Subsidy payments under an Act to place Canadian coal used in the manufacture of iron and steel on a basis of equality with imported coal, c. 34, R.S.

Payments..... (20) 134,611

The statutory authority provides for subsidy payment of 49½ cents per ton on bituminous coal which was mined and converted into coke in Canada and then used in the smelting of iron from ore, or in the manufacture of steel ingots or steel castings in Canada. Payments were made to: Consolidated Mining and Smelting Company of Canada Limited Trail B C \$27,341; Dominion Steel and Coal Corporation Limited Sydney N S \$107,270.

Total Statutory item..... \$14,941,242

75d To extend the authority granted by Mines and Technical Surveys Vote 75b, Appropriation Act No 10, 1964, to increase to \$22,500,000 the amount that may be expended annually in each of the five fiscal years commencing on the 1st day of April 1965 and ending on the 31st day of March 1970 as payments in connection with the movement of coal in accordance with such regulations as may be prescribed by the Governor in Council for the purpose of enabling Canadian Coal to be laid down in prescribed markets at a price competitive with imported coal and imported residual oil; additional amount required for 1965-66..... 7,557,000
Expenditures..... (20) \$ 7,557,000

NATIONAL ENERGY BOARD
(transfer from the Department of Trade and Commerce)

Vote 30 Administration..... 954,000
Transfer from Department of Finance Vote 15 contingencies..... 20,500
Expenditures..... \$ 944,963

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 767,000			
Transfer from Department of Finance Vote 15 contingencies.....	20,500			
		(1) 787,500	787,500	779,749
A Professional and special services.....		(4) 85,000	80,000	71,259
Travelling and removal expenses.....		(5) 60,000	56,000	49,304
Freight, express and cartage.....		(6) 1,000	1,000	903
Postage.....		(7) 200	200	120
Telephones and telegrams.....		(8) 16,500	19,500	18,626
Publications.....		(9) 4,000	3,000	1,150
Advertising.....		(10) 1,000	1,000	157
Office stationery, supplies and equipment.....		(11) 17,000	23,000	21,574
Materials and supplies.....		(12) 1,300	2,300	1,529
Sundries.....		(22) 1,000	1,000	592
		<u>\$ 974,500</u>	<u>\$ 974,500</u>	<u>\$ 944,963</u>
A Payments by services with individual payments of \$2,000 or over were: Consultant fees \$71,259—J R Donald Montreal \$59,472.				

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
DEPARTMENT			
(1) Civil salaries and wages.....	26,162,040	26,035,315	22,544,540
(2) Civilian allowances.....	264,300	163,774	172,329
(4) Professional and special services.....	2,759,000	2,201,934	2,230,624
(5) Travelling and removal expenses.....	1,426,350	1,556,155	1,212,394
(6) Freight, express and cartage.....	335,800	296,459	269,060
(7) Postage.....	29,500	29,721	26,149
(8) Telephones, telegrams and other communication services..	174,000	216,552	177,894
(9) Publication of departmental reports and other material....	341,300	209,578	203,887
(10) Exhibits, advertising, films, broadcasting and displays....	128,600	90,945	63,048
(11) Office stationery, supplies, equipment and furnishings.....	613,000	546,182	511,002
(12) Materials and supplies.....	3,882,700	3,331,279	3,313,818
Buildings and works including land—			
(13) Construction or acquisition.....	3,358,800	2,357,899	605,813
(14) Repairs and upkeep.....	122,600	61,522	47,291
(15) Rentals.....	59,900	39,302	29,013
Equipment—			
(16) Construction or acquisition.....	7,419,800	7,093,107	4,383,787
(17) Repairs and upkeep.....	1,309,700	1,196,946	943,816
(18) Rentals.....	2,421,400	2,231,964	1,884,477
(19) Municipal or public utility services.....	92,200	84,209	66,633
(20) Contributions, grants, subsidies, etc., not included elsewhere—			
Assistance to gold mining operators.....	14,757,573	14,757,573	15,666,822
Camp ground and picnic area developments.....	175,000	161,638	58,971
Development of roads leading to resources.....	7,265,000	7,265,000	6,062,027
Subventions pursuant to the Atlantic Provinces Power Development Act.....	2,500,000	2,457,648	
Contributions to the Provinces of Ontario and Manitoba towards the construction of dams.....	9,400,000	9,353,659	8,949,501
Sundries.....	1,277,619	1,264,672	1,016,898
	35,375,192	35,260,190	31,754,219
(21) Pensions, superannuation and other benefits.....	20,524	17,261	17,040
(22) All other expenditures.....	138,401	121,313	93,775
	86,435,107	83,141,607	70,550,609
(34) Less—estimated savings and recoverable items.....	174,139	125,758	157,599
	86,260,968	83,015,849	70,393,010

DOMINION COAL BOARD

(1) Civil salaries and wages.....	113,500	113,312	110,675
(4) Professional and special services.....	50,000	43,627	59,784
(5) Travelling and removal expenses.....	5,000	4,366	4,865
(6) Freight, express and cartage.....		24	24
(7) Postage.....	100		
(8) Telephones, telegrams and other communication services..	3,600	3,833	3,182
(9) Publication of departmental reports and other materials....	3,800	4,644	2,834
(11) Office stationery, supplies, equipment and furnishings.....	2,000	3,060	1,490
(20) Contributions, grants, subsidies, etc., not included elsewhere	23,228,242	23,215,737	23,062,763
(22) All other expenditures.....	7,500	8,099	6,346
	23,413,742	23,396,702	23,251,963

NATIONAL ENERGY BOARD

(1) Civil salaries and wages.....	787,500	779,749	594,868
(4) Professional and special services.....	85,000	71,259	4,972
(5) Travelling and removal expenses.....	60,000	49,304	46,040

	Estimates 1965-66	Allotments 1965-66	Expenditures 1964-65
(6) Freight, express and cartage	1,000	903	793
(7) Postage	200	120	120
(8) Telephones, telegrams and other communication services ..	16,500	18,626	13,986
(9) Publication of departmental reports and other material	4,000	1,150	916
(10) Exhibits, advertising films, broadcasting and displays	1,000	157	914
(11) Office stationery, supplies, equipment and furnishings	17,000	21,574	15,516
(12) Materials and supplies	1,300	1,529	740
(22) All other expenditures	1,000	592	356
	<u>974,500</u>	<u>944,963</u>	<u>679,221</u>
Total	<u>\$110,649,210</u>	<u>\$107,357,514</u>	<u>\$ 94,324,194</u>

**Estimated value of major services not included
in this department's appropriations**

DEPARTMENT

	1965-66	1964-65
Accommodation—provided by the Department of Public Works	2,580,500	3,008,400
Accommodation—in this Department's own buildings	169,400	169,400
Accounting and cheque issue services—Comptroller of the Treasury	335,000	308,800
Contributions to superannuation account—Department of Finance	1,128,000	1,054,700
Employee surgical-medical insurance premiums—Department of Finance	104,600	107,700
Employee compensation payments—Department of Labour	21,300	21,000
Carrying of franked mail—Post Office Department	104,500	90,300
	<u>4,443,300</u>	<u>4,760,300</u>

DOMINION COAL BOARD

Accommodation—provided by the Department of Public Works	16,000	16,000
Accounting and cheque issue services—Comptroller of the Treasury	18,100	16,700
Contributions to superannuation account—Department of Finance	5,800	5,400
Employee surgical-medical insurance premiums—Department of Finance	500	500
Carrying of franked mail—Post Office Department	900	1,200
	<u>41,300</u>	<u>39,800</u>

NATIONAL ENERGY BOARD

Accommodation—provided by the Department of Public Works	68,100	72,600
Accounting and cheque issue service—Comptroller of the Treasury	2,500	1,200
Contribution to superannuation account—Department of Finance	35,400	33,400
Employee surgical-medical insurance premiums—Department of Finance	2,100	2,200
Employee compensation payments—Department of Labour	100	
Carrying of franked mail—Post Office Department	4,600	3,200
	<u>112,800</u>	<u>112,600</u>
Total	<u>\$ 4,597,400</u>	<u>\$ 4,912,700</u>

Payments of Damage Claims

Particulars and payee	Authority	Amount
To settle a claim for injuries received and damage caused to a private vehicle as a result of a collision with a crown-owned vehicle driven by Dr Gordon A Gross, charged to Vote 25.		
August and Nancy Wasylciw	PC 1960-11/944, July 15, 1960 TB651919, February 22, 1966	27,500
Sundry claims, each under \$1,000 (18)		2,442
		<u>\$ 29,942</u>

Expenditures for other Departments

Services were rendered and work performed by this department, the expenditures for which were charged to the appropriations of other departments in the amounts indicated: External Affairs \$42,872, Forestry \$143,031, National Defence \$338,486, Northern Affairs and National Resources \$42,932, Public Works \$22,442, Transport \$55,415, sundry departments \$6,622.

REVENUES

Comparative Summary

DEPARTMENT	1965-66	1964-65
Non-Tax Revenue—		
A Return on investments.....	1,540,066 92	1,541,835 29
B Privileges, licences and permits.....	55,475 31	44,481 92
C Proceeds from sales.....	685,821 83	548,409 21
D Services and service fees.....	59,140 45	52,617 50
E Refunds of previous years' expenditure.....	60,312 78	35,204 08
F Miscellaneous.....	19,413 36	21,856 39
Total.....	2,420,230 65	2,244,404 39

DOMINION COAL BOARD

Non-Tax Revenue—		
G Return on investments.....	88,312 49	188,392 68
Refunds of previous years' expenditure.....		514 01
Total.....	88,312 49	188,906 69
Grand total.....	\$ 2,508,543 14	\$ 2,433,311 08

Details

DEPARTMENT

Non-Tax Revenue—		
A Return on investments: Interest for the calendar year 1965 from the Province of Manitoba on capital expenditures re Lac Seul and Lake of the Woods storage project \$40,067; dividend received from the Eldorado Mining and Refining Ltd \$1,500,000.....		1,540,067
B Privileges, licences and permits: Royalties from patents under licences \$9,738; permits and licences issued under the Explosives Act \$6,664; rental of houses \$11,132; rental of land \$1,920; rental of water power rights \$20,872; sundries \$5,149.....		55,475
C Proceeds from sales: Hydrographic charts and sailing directions \$100,595; Canada Air Pilot \$38,880; survey maps, charts, etc. \$321,967; photostats, publications, prints, etc \$211,588; mineral specimens \$12,792.....		685,822
D Services and service fees: Assays and analyses \$3,335; computer services \$21,281; contributions from provincial governments for water power investigations \$34,525.....		59,141
E Refunds of previous years' expenditure.....		60,313
F Miscellaneous: Fines \$1,430; sundries \$17,983.....		19,413
Total.....		\$ 2,420,231

Certified correct.

C. M. ISBISTER,

Deputy Minister of Mines and Technical Surveys

DOMINION COAL BOARD

Non-Tax Revenue—		
G Return on investments: Avon Coal Company Limited, \$19,804; Bras d'Or Coal Company Limited, \$3,230; Crow's Nest Industries Limited, \$16,561; Dominion Coal Company Limited, Nil; Great West Coal Company Limited, \$23,052; D W and R A Mills Limited, \$18,144; V C McMann Limited \$7,521.....		\$ 88,312

Certified correct.

J. WATSON MacNAUGHT,
Chairman, Dominion Coal Board.

**Comparative Statement of Accounts Receivable
at March 31**

	<u>1966</u>	<u>1965</u>
Current year—		
Collectible	118,975	74,393
Previous years—		
Collectible	12,888	15,107
Uncollectible	322	1,027
	<u>\$ 132,185*</u>	<u>\$ 90,527*</u>

During the year, 53 items amounting to \$686 were deleted under authority of section 23 of the Financial Administration Act, c. 116, R.S.

*Totals include items transferred from the Department of Northern Affairs and National Resources.

1965-66
PUBLIC ACCOUNTS

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NATIONAL CAPITAL COMMISSION

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Details of
EXPENDITURES

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NATIONAL CAPITAL COMMISSION

(provided for in Department of Public Works Estimates 1965-66)

The accounts of the Commission are audited by the Auditor General of Canada pursuant to the provisions of section 22 of the National Capital Act, and his report in this connection will be found in volume III of this report.

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
25-2	60	Operation and maintenance, general administration and interest charges.....	6,824,400 00	6,521,110 95	5,854,430 80
25-3	65	Payment to the National Capital fund.....	12,100,000 00	12,100,000 00	4,500,000 00
		Total	\$ 18,924,400 00	\$ 18,621,110 95	\$ 10,354,430 80

Vote 60	Operation and maintenance, general administration and interest charges on outstanding loans that were made for the purpose of acquiring property in the National Capital Region	6,809,000
	Transfer from Department of Finance Vote 15 contingencies	15,400
		6,824,400
	Expenditures	\$ 6,521,111

Operation and maintenance of parks, parkways and grounds adjoining government buildings at Ottawa and Hull, maintenance of other properties and general administration

	Estimates	Allotments	Expenditures
Expenses of commissioners, chairman, vice-chairman and committee members	56,000		50,178
Administration, secretarial services and accounting.....	213,000		287,632
Planning, property acquisitions and management.....	363,000		389,775
Engineering and outside supervisors—			
Construction and maintenance.....	172,000		184,896
Landscape architecture.....	146,000		160,868
Information and historical research division.....	119,000		136,880
Gatineau Park division.....	244,000		290,379
Operation and maintenance of parks and parkways of the Commission.....	1,191,000		1,127,914
Operation and maintenance of grounds adjoining Government buildings.....	788,000		636,723
Other maintenance—Queensway.....	22,000		12,187
General expenses—Superannuation and workmen's compensation, etc.....	160,000		164,578
Grants in lieu of taxes to local municipalities pursuant to section 15 of the National Capital Act	250,000		363,894

	Estimates	Allotments	Expenditures
Operating and office equipment.....	155,000		162,729
Transfer from Department of Finance Vote 15 contingencies	15,400		
	(22) 3,894,400	4,241,400	3,968,633
Less—Estimated revenues from the sale of supplies, etc., rental of equipment and from services rendered.....	(34) 220,000	220,000	187,991
	<u>\$ 3,674,400</u>	<u>\$ 4,021,400</u>	<u>\$ 3,780,642</u>

Net expenditures represented payments to the Commission. The figures showing the breakdown of expenditures are in accordance with the financial statements of the Commission as shown in volume III of this report.

*Interest charges on outstanding loans
that were made for the purpose of acquiring property
in the National Capital Region*

	Estimates	Allotments	Expenditures
Interest charges.....	(22) 3,560,000	3,213,000	3,253,842
Less—Estimated revenues from the rental of properties and interest income.....	(34) 410,000	410,000	513,373
	3,150,000	2,803,000	2,740,469
Total Vote 60.....	<u>\$ 6,824,400</u>	<u>\$ 6,824,400</u>	<u>\$ 6,521,111</u>

Vote 65 Payment to the National Capital fund.....	12,100,000
Expenditures.....	(22) <u>\$ 12,100,000</u>

This amount was credited to the National Capital fund (see under the schedule, Undisbursed Balances of Appropriations to Special Accounts, in volume I of this report).

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(22) All other expenditures.....	19,554,400	19,251,111	10,985,728
(34) Less—Estimated savings and recoverable items.....	630,000	630,000	631,297
Total.....	<u>\$ 18,924,400</u>	<u>\$ 18,621,111</u>	<u>\$ 10,354,431</u>

1965-66

PUBLIC ACCOUNTS

DEPARTMENT OF NATIONAL DEFENCE

Details of

EXPENDITURES AND REVENUES

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DEPARTMENT OF NATIONAL DEFENCE

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, the Governor in Council, by P.C. 1965-725, April 22, 1965, transferred to the Minister of National Defence the powers, duties or functions of the Minister of Industry under the Defence Production Act in respect of (a) the construction of defence projects required by the Department of National Defence, except the construction of such defence projects as the Minister of Industry may from time to time agree to construct at the request of the Minister of National Defence and (b) the control or supervision of Defence Construction (1951) Limited.

In accordance with the usual practice, the details of both 1965-66 and 1964-65 expenditures and revenues are shown under the department to which the transfer was made.

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
26-4	Stat.	Minister of National Defence—Salary and motor car allowance.....	16,999 92	16,999 92	17,000 00
26-4	Stat.	Associate Minister of National Defence—Salary and motor car allowance.....	16,999 92	16,999 92	16,999 92
26-4	1	Departmental administration, including grants to military associations, institutes and other organizations as detailed in the estimates.....	5,204,855 00	4,533,824 07	3,822,635 66
INSPECTION SERVICES					
26-6	5	Operation and maintenance and construction or acquisition of buildings, works, land and equipment.....	7,395,860 00	7,330,449 09	7,041,651 26
DEFENCE SERVICES					
26-6	15	Operation and maintenance and construction or acquisition of buildings, works, land and major equipment for the Royal Canadian Navy, the Canadian Army and the Royal Canadian Air Force and \$1,850,000 for grants to the town of Oromocto.....	1,382,244,000 00	1,362,985,567 53	1,362,067,743 93
26-18	Stat.	Exchequer court awards.....	56,982 76	56,982 76	49,892 52
			1,382,300,982 76	1,363,042,550 29	1,362,117,636 45
DEFENCE RESEARCH AND DEVELOPMENT					
Defence Research Board—					
26-18	20	Operation and maintenance.....	28,019,000 00	27,871,055 96	25,268,228 73
26-18	25	Construction or acquisition of buildings, works, land and equipment.....	5,569,000 00	5,475,910 39	5,034,338 83
26-18	30	To foster defence research in Canadian industry by supporting selected defence applied research programs, on terms and conditions approved by the Treasury Board.....	5,788,000 00	5,309,239 43	3,839,265 51
26-18	35	Research Satellite Program—To provide for the design and instrumentation of a series of satellites to carry out a scientific research program.....	2,990,000 00	2,986,882 34	2,575,928 69
26-19	40	Development.....	30,940,000 00	30,936,693 60	17,813,700 40
			73,306,000 00	72,579,781 72	54,531,468 16

DEPARTMENT OF NATIONAL DEFENCE

26-3

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures	
MUTUAL AID						
26-19	45	Contributions to infrastructure and the military costs of the north atlantic treaty organization and the transfer of defence equipment and supplies and the provision of services and facilities for defence purposes.....	24,625,000 00	14,663,178 12	27,540,912 43	
DEFENCE CONSTRUCTION (1951) LIMITED						
26-19		Transfer from Department of Defence Production Vote 35—Expenses incurred by Defence Construction (1951) Limited in procuring the construction of defence projects on behalf of the Department of National Defence and procuring the construction of such other projects as are approved by Treasury Board.....	2,085,000 00	1,963,877 59	2,200,166 36	
GENERAL						
26-20	48	To authorize, notwithstanding the Financial Administration Act and section II of the Surplus Crown Assets Act, the payment into a special account in the consolidated revenue fund of (a) all revenues received during the current and subsequent fiscal years from the sale of surplus materials, supplies and equipment, and (b) revenues received during the current and subsequent fiscal years from the sale during the current fiscal year of surplus buildings, works and land not exceeding an aggregate amount of \$5,000,000.....	1 00			
26-20	Stat.	Gratuities to families of deceased employees	4,981 27	4,981 27	7,575 34	
26-20	Stat.	Refunds of amounts credited to revenue in previous years.....	7,705 50	7,705 50	647 72	
			12,687 77	12,686 77	8,223 06	
PENSIONS AND OTHER BENEFITS						
26-20	Stat.	Payments under Parts I-IV of the Defence Services Pension Continuation Act, Government's contribution to the Canadian forces superannuation account, Government's contribution to the regular forces death benefit account under Part II of the Public Service Superannuation Act and an annuity to the widow of the late Honourable Norman McLeod Rogers	67,518,801 53	67,518,801 53	67,089,087 04	
26-21	50	Civil pensions as detailed in the estimates and to authorize in respect of members of the Royal Canadian Air Force on leave without pay and serving as instructors with civilian training organizations operating under the British Commonwealth air training plan who were killed, payments to their dependents.....	7,346 00	7,234 86	7,599 86	
26-21	Stat.	Amortization of deferred charges arising out of pay increases—Canadian forces superannuation account.....	16,760,400 00	16,760,400 00	13,440,400 00	
			84,286,547 53	84,286,436 39	80,537,086 90	
Expenditures from appropriations not required for 1965-66.....						1,089 18
Total.....			\$1,579,250,932 90	\$1,548,446,783 88	\$1,537,834,863 38	

Salary of Minister, Hon Paul Hellyer, Salaries Act, c. 243, R.S., as amended.....	(1)	\$ 15,000
Motor car allowance to Minister, c. 249, R.S., as amended.....	(2)	\$ 2,000

Hon Paul Hellyer received travelling expenses of \$2,000 charged to Vote 1.

Salary of Associate Minister, Hon Leo Cadieux, Salaries Act, c. 243, R.S., as amended.....	(1)	\$ 15,000
Motor car allowance to Associate Minister, c. 249, R.S., as amended.....	(2)	\$ 2,000

Hon Leo Cadieux received travelling expenses of \$290 charged to Vote 1.

Vote 1 Departmental administration, including grants to military associations, institutes and other organizations as detailed in the estimates and authority, notwithstanding section 30 of the Financial Administration Act, and subject to allotment by the Treasury Board, for total commitments of \$2,560,546,715 for the purposes of Votes 1, 5, 15, 20, 25, 30, 35, 40 and 45 of this Department regardless of the year in which such commitments will come in course of payment (of which it is estimated that \$1,044,262,000 will come due for payment in future years) and authority to make recoverable advances under any of the said votes and, notwithstanding the Financial Administration Act, to spend revenue received during the year in respect of assistance rendered to the United Nations, any party of the North Atlantic Treaty Organization or any provincial or municipal government..		5,204,855
Expenditures.....		\$ 4,533,824

Departmental administration, including authority, notwithstanding section 30 of the Financial Administration Act, and subject to allotment by the Treasury Board, for total commitments of \$2,560,546,715 for the purposes of Votes 1, 5, 15, 20, 25, 30, 35, 40 and 45 of this Department regardless of the year in which such commitments will come in course of payment (of which it is estimated that \$1,044,262,000 will come due for payment in future years) and authority to make recoverable advances under any of the said votes and, notwithstanding the Financial Administration Act, to spend revenue received during the year in respect of assistance rendered to the United Nations, any party of the North Atlantic Treaty Organization or any provincial or municipal government

	Estimates	Allotments	Expenditures
Civil salaries and wages.....	(1) 3,750,000	3,750,000	3,345,333
Civilian allowances.....	(2) 32,700	32,700	31,772
Professional and special services.....	(4) 4,000	4,000	430
Travelling and removal expenses.....	(5) 200,000	200,000	152,154
Postage.....	(7) 30,000	30,000	30,000
Telephones, telegrams and other communication services.....	(8) 42,000	42,000	40,758
Publication of departmental reports and other material.....	(9) 42,500	34,500	28,655
Office stationery, supplies, equipment and furnishings.....	(11) 46,000	54,000	52,751
Pensions, superannuation and other benefits for personal services....	(21) 1,100	1,100	589
All other expenditures.....	(22) 48,000	48,000	34,303
	\$ 4,196,300	\$ 4,196,300	\$ 3,716,745

This sub-vote was provided for the salaries, wages, travelling and administrative expenses of the staff of the Minister, the Associate Minister and the following offices: Deputy Minister, Director General of Civilian Personnel, Records Management Division, Director General Accounting and Audit, Judge Advocate General and Library.

Information Services

	Estimates	Allotments	Expenditures
Civil salaries and wages.....	(1) 142,000	142,000	91,986
Pay and allowances.....	(3) 373,000	373,000	365,367
Travelling and removal expenses.....	(5) 30,000	30,000	17,704
Telephones, telegrams and other communication services.....	(8) 12,000	12,000	6,878
Publication of departmental reports and other material.....	(9) 130,000	130,000	57,533
Pensions, superannuation and other benefits for personal services....	(21) 500	500	186
All other expenditures.....	(22) 75,000	74,500	32,375
	\$ 762,000	\$ 762,000	\$ 572,029

Grants to military associations, institutes and others as detailed in the Estimates

	Estimates	Allotments	Expenditures
A Rifle Associations—			
Dominion of Canada.....	63,000	63,000	63,000
National Defence Headquarters.....	180	180	180
Alberta.....	2,025	2,025	2,025
British Columbia.....	2,025	2,025	2,025
Manitoba.....	2,025	2,025	2,025
New Brunswick.....	1,685	1,685	1,685
Newfoundland.....	180	180	
Nova Scotia.....	2,160	2,160	2,160
Ontario.....	4,590	4,590	4,590
Prince Edward Island.....	1,080	1,080	1,080
Quebec.....	3,375	3,375	3,375
Saskatchewan.....	1,485	1,485	1,485
	83,810	83,810	83,630
B Military Service Associations—			
Canadian Infantry Association.....	11,000	11,000	11,000
Canadian Military Intelligence Association.....	2,000	2,000	2,000
Canadian Signals Association.....	3,500	3,500	3,500
Conference of Defence Associations.....	6,500	6,500	6,500
Defence Dental Association of Canada.....	2,250	2,250	2,250
Defence Medical Association of Canada.....	3,500	3,500	3,500
Military Engineers Association of Canada.....	4,000	4,000	4,000
Royal Canadian Armoured Corps Association.....	6,400	6,400	6,400
Royal Canadian Artillery Association.....	9,000	9,000	9,000
Royal Canadian Army Pay Corps Association.....	2,250	2,250	2,250
Royal Canadian Army Service Corps Association.....	4,500	4,500	4,500
Royal Canadian Electrical and Mechanical Engineers Association.....	3,500	3,500	3,500
Royal Canadian Ordnance Corps Association.....	3,300	3,300	3,300
	61,700	61,700	61,700
B Military, United Services Institutes and Others—			
Air Cadet League of Canada.....	50,000	50,000	50,000
Alberta United Services Institute.....	675	675	675
Cadet Services Association of Canada.....	2,000	2,000	2,000
Edmonton United Services Institute.....	675	675	675
Hamilton and District Officers Institute.....	900	900	900
Kingston United Services Institute.....	270	270	270
London United Services Institute.....	360	360	360
Lake of the Woods United Services Institute.....	180	180	180
Moncton United Services Institute.....	200	200	
Montreal United Services Institute.....	900	900	900
Moose Jaw Military Institute.....	270	270	270
Naval Officers Association.....	13,500	13,500	13,500
Peterborough United Services Institute.....	360	360	360
Prince Albert United Services Institute.....	180	180	180
Royal Canadian Air Force Association.....	18,000	18,000	18,000
Royal Canadian Air Force Benevolent Fund.....	4,500	4,500	4,500
Royal Military College Club of Canada.....	270	270	270
Royal Canadian Military Institute.....	1,800	1,800	1,800
Royal Canadian Navy Benevolent Fund.....	2,000	2,000	2,000
United Services Officers Club of Charlottetown.....	180	180	180
United Services Institute of Chilliwack.....	180	180	
United Services Institute of Manitoba.....	450	450	450
United Services Institute of Nova Scotia.....	450	450	450
United Services Institute of Ottawa.....	675	675	
United Services Institute of Quebec.....	450	450	450
United Services Institute of Regina.....	450	450	450
United Services Institute of Saskatoon.....	270	270	
United Services Institute of Vancouver.....	450	450	450
United Services Institute of Vancouver Island.....	450	450	450
	101,045	101,045	99,720
(20) \$	246,555	\$ 246,555	\$ 245,050

A These grants are for the purpose of encouraging and promoting interest in rifle shooting including assistance to the Dominion of Canada Rifle Association in defraying expenses of annual competitions.

B Grants are to assist the various service associations and institutes.

Total Vote 1.....	\$ 5,204,855	\$ 5,204,855	\$ 4,533,824
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INSPECTION SERVICES

Vote 5 Operation and maintenance and construction or acquisition of buildings, works, land and equipment.....	7,395,860
Expenditures.....	\$ 7,330,449

		Estimates	Allotments	Expenditures
Civil salaries and wages.....	(1)	6,500,000	6,457,000	6,454,458
Pay and allowances.....	(3)	31,360	31,360	30,646
A Professional and special services.....	(4)	41,000	48,000	45,263
Travelling and removal expenses.....	(5)	300,000	260,000	254,447
Freight, express and cartage.....	(6)	12,000	9,000	8,327
Postage.....	(7)	12,000	12,000	12,000
Telephones, telegrams and other communication services.....	(8)	45,000	45,000	43,208
Publication of departmental reports and other material.....	(9)	15,000	10,000	9,533
Office stationery, supplies, equipment and furnishings.....	(11)	75,000	85,000	78,934
Materials and supplies.....	(12)	91,000	103,000	97,186
Repairs and upkeep of buildings and works.....	(14)	7,000	12,000	11,245
Rental of land, buildings and works.....	(15)	1,500	1,500	1,353
Acquisition of equipment.....	(16)	200,000	263,000	228,149
Repairs and upkeep of equipment.....	(17)	39,000	36,000	34,864
Rental of equipment.....	(18)	500	500	499
Municipal or public utility services.....	(19)	20,000	17,000	15,822
Pensions, superannuation and other benefits for personal services.....	(21)	2,000	2,000	1,872
All other expenditures.....	(22)	3,500	3,500	2,643
		\$ 7,395,860	\$ 7,395,860	\$ 7,330,449

This vote was provided for operation and maintenance and construction or acquisition costs in connection with Inspection Services. This branch is responsible for the inspection and proof of stores and equipment (a) procured for the Armed Services of Canada, with the exception of aircraft and engines, the inspection of which is the responsibility of the RCAF and (b) manufactured in Canada for the Armed Services of the United States of America and other countries under specific arrangements or agreements.

A Payments by services with individual payments of \$2,000 or over were:

Commissionaire services \$29,505—Canadian Corps of Commissionaires Montreal \$29,505.

Inspection services \$12,543—Ministry of Aviation Liverpool Eng \$12,543.

Miscellaneous services \$3,215.

DEFENCE SERVICES

Vote 15 Operation and maintenance and construction or aquisition of buildings, works, land and major equipment for the Royal Canadian Navy, the Canadian Army and the Royal Canadian Air Force and \$1,850,000 for grants to the Town of Oromocto.....	1,382,244,000
Expenditures.....	\$ 1,362,985,568

Expenditures included ex-gratia payments of \$100 or over as follows:

Particulars and payee	Authority	Amount
NAVAL SERVICES		
Compensation for loss of pay and allowances during a period equal to that of the hospitalization and out-patient periods which occurred almost immediately after his release from the Service		
Beattie J	P.C. 1966-33/401, March 10, 1966.....	516
Reimbursement for fees and books while attending university		
Burgess James.....	P.C. 1964-23/1508, October 1, 1964.....	460
Compensation for special benefit to which he would have been entitled had his medical board been completed prior to September 1, 1965		
Cracklow D L	P.C. 1966-9/147, January 31, 1966.....	2,437
Reimbursement representing loss as a result of continued payment of a voluntary allotment after he had taken action to have it ceased		
Cuthbert J D	P.C. 1965-6/2077, November 24, 1965..	148
Reimbursement for cost of storage of furniture and effects at Victoria from September 4, 1963 to December 9, 1964		
Dewhirst R	P.C. 1965-19/1711, September 22, 1965..	400
Compensation representing amount of additional pay and allowances he would have been eligible to receive if terminal leave had been extended to cover a period of hospitalization that occurred immediately prior to his release from the Service		
Hardy D E	P.C. 1966-8/147, January 31, 1966.....	148
Compensation for loss of personal effects due to abandonment of CNAV Laymore during a severe storm		
Harford B J	P.C. 1966-21/104, January 19, 1966.....	143
Reimbursement for actual costs incurred as a result of his wife's hospitalization		
Nielsen G E	P.C. 1966-9/246, February 10, 1966.....	158
Reimbursement for cost of transportation from Regina to Londonderry Northern Ireland		
Polard J J	P.C. 1966-16/46, January 12, 1966.....	362
Compensation representing pay and allowances payable to him had he been granted terminal leave on retirement from the Service		
Radford D C	P.C. 1965-45/961, May 27, 1965.....	3,730
Payment to settle an accumulation of debts incurred while attached to the staff of the Canadian Naval Attaché Oslo Norway		
Raymond A M	P.C. 1965-5/2077, November 24, 1965..	2,215
Full and final settlement for damage caused to Pier No. 1 San Francisco Harbour Cal USA by HMCS <i>Jonquiere</i> March 26, 1965		
San Francisco Port Authority.....	P.C. 1965-17/1711, September 22, 1965 as amended by P.C. 1966-15/46, January 12, 1966.....	11,104
Reimbursement for loss of and damage to furniture and effects during move from Victoria to Halifax		
Solomon J E	P.C. 1966-18/588, March 31, 1966.....	327
		22,148
ARMY SERVICES		
Compensation for loss of benefits on retirement from the Civil Service		
Adams J J	P.C. 1965-45/1919, November 1, 1965..	212
Compensation for injuries		
Berger K T	P.C. 1960-14/1322, September 29, 1960..	324
Payment for movement of furniture and effects from storage in Calgary Alta to Meaford Ont		
Bolyea G F	P.C. 1966-21/244, February 10, 1966....	116
Reimbursement of travelling expenses for movement of dependents from Oromocto NB to Nanaimo BC		
Cameron A C	P.C. 1965-27/1970, November 3, 1965...	244

<u>Particulars and payee</u>	<u>Authority</u>	<u>Amount</u>
Payment for annual leave on release from Canadian Army (Regular)		
Collin F L	P.C. 1965-22/1271, July 14, 1965.....	236
Reimbursement for out-of-pocket expenses as result of cancellation of posting		
Conrad W L	P.C. 1965-15/1399, August 6, 1965.....	500
Reimbursement for out-of-pocket expenses as result of cancellation of posting		
Harrison D R	P.C. 1965-15/1399, August 6, 1965.....	500
Reimbursement for out-of-pocket expenses as result of cancellation of posting		
Hearne G W	P.C. 1965-15/1399, August 6, 1965.....	500
Compensation for damages to property		
Humpert H	P.C. 1960-14/1322, September 29, 1960..	264
Compensation for loss of benefits on retirement from the Civil Service		
Johnston F L	P.C. 1965-45/1919, November 1, 1965..	169
Reimbursement for expenses incurred for interim lodgings and meals as a result of cancellation of posting		
Joyce F J	P.C. 1966-12/298, February 18, 1966...	325
Reimbursement for out-of-pocket expenses as result of cancellation of posting		
Joyce W J	P.C. 1965-15/1399, August 6, 1965.....	500
Compensation for loss of special benefits as result of a break in service from May 13 to November 28, 1955		
Keefe E W	P.C. 1965-30/2135, December 1, 1965.....	2,260
Reimbursement for rent for accommodation in Germany while also required to pay for dependents accommodation in Oromocto NB		
Kelly J E	P.C. 1966-34/401, March 10, 1966.....	125
Full and final settlement of claims respecting equipment, labour and materials necessary for snow removal at Fort Churchill Man during the winter of 1963-64		
Lacey Construction Limited.....	P.C. 1965-5/1969, November 3, 1965....	3,682
Reimbursement of penalty fee which he was obliged to pay on withdrawing his daughter from school due to cancellation of posting		
MacEachern N D	P.C. 1965-16/1227, July 9, 1965.....	177
Reimbursement for a portion of loss sustained when personal property was damaged by water at Camp Petawawa Ont		
Mainprize T G R	P.C. 1966-10/400, March 10, 1966.....	300
Compensation for damages to property, arising out of accident involving departmental and Quebec Provincial Police vehicles		
Minister of Finance Province of Quebec.....	P.C. 1965-24/584, April 1, 1965.....	204
Payment representing overpayment of medical officers allowance which occurred over the period June 1, 1962 to May 1, 1965		
Roy J E G	P.C. 1965-1890, October 25, 1965.....	1,444
Compensation for damages to property		
Sandlass A	P.C. 1960-14/1322, September 29, 1960..	102
Compensation for injuries		
Schmald F	P.C. 1960-14/1322, September 29, 1960..	134
Payment for movement of E O Sutley's dependents, furniture and effects from Chalk River Ont to Brandon Man		
Sutley C	P.C. 1965-29/2135, December 1, 1965...	874
Compensation for loss of pay and allowances due to administrative error regarding extension of terminal leave		
Sweet A J	P.C. 1965-7/1228, July 9, 1965.....	475
Compensation for loss of grant in lieu of taxes in respect of the armoury land and building from June 1, 1964 to June 3, 1965		
City of Welland Ont.....	P.C. 1965-19/2175, December 8, 1965...	4,753 18,420

<u>Particulars and payee</u>	<u>Authority</u>	<u>Amount</u>
AIR SERVICES		
Compensation for damages to property by departmental vehicle		
Alberta Government Telephone Commission	P.C. 1965-22/1807, October 11, 1965....	1,772
Compensation for additional expenses incurred for movement of furniture and effects from Vancouver to Kelowna BC		
Birk L V	P.C. 1965-28/2135, December 1, 1965....	232
Compensation representing amount of pay and allowances which she would have received if her terminal leave had been extended to cover the period of hospitalization which commenced prior to her release date		
Conway L H	P.C. 1966-10/246, February 10, 1966....	1,407
Reimbursement for living expenses incurred while required to reside in temporary accommodation prior to departure from Tel Aviv Israel		
Davies J I	P.C. 1966-23/244, February 10, 1966....	636
Payment on compassionate grounds of \$75 per month on account of permanent quadriplegia resulting from swimming accident while attending cadet summer camp at RCAF Station Aylmer Ont		
Delage E	P.C. 1964-20/435, March 20, 1964.....	900
Compensation for damages arising out of a motor vehicle accident near Stephenville Crossing Nfld on Nov 27, 1962 (total compensation \$2,200, less recovery from the Government of the United States \$1,650)		
Delaney I	P.C. 1965-36/185, February 4, 1965.....	550
Compensation for damages re accident near Stephenville Crossing Nfld (total compensation \$10,000, less recovery from the Government of the United States \$7,500)		
Delaney I administratrix of the estate of Delaney R	P.C. 1965-36/185, February 4, 1965.....	2,500
Compensation for damages re accident near Stephenville Crossing Nfld (total compensation \$1,400, less recovery from the Government of the United States \$1,050)		
Registrar of the Supreme Court of Newfoundland guardian of the estate of Delaney D A	P.C. 1965-36/185, February 4, 1965.....	350
Compensation for damages re accident near Stephenville Crossing Nfld (total compensation \$3,300, less recovery from the Government of the United States \$2,475)		
Registrar of the Supreme Court of Newfoundland guardian of the estate of Delaney M C	P.C. 1965-36/185, February 4, 1965.....	825
Compensation for damages re accident near Stephenville Crossing Nfld (total compensation \$3,000, less recovery from the Government of the United States \$2,250)		
Registrar of the Supreme Court of Newfoundland guardian of the estate of Delaney P S	P.C. 1965-36/185, February 4, 1965.....	750
Compensation for damages re accident near Stephenville Crossing Nfld (total compensation \$1,600, less recovery from the Government of the United States \$1,200)		
Registrar of the Supreme Court of Newfoundland guardian of the estate of Delaney S J	P.C. 1965-36/185, February 4, 1965.....	400
Compensation for damages re accident near Stephenville Crossing Nfld (total compensation \$2,000, less recovery from the Government of the United States \$1,500)		
Registrar of the Supreme Court of Newfoundland guardian of the estate of Delaney S M	P.C. 1965-36/185, February 4, 1965.....	500
Compensation representing amount of pay and allowances which he would have received if his terminal leave had been extended to cover a period of hospitalization which occurred immediately prior to his release		
Dodd A Y	P.C. 1965-24/1807, October 11, 1965....	216
Payment of actual expenses for movement of furniture and effects from Streetsville Ont to Edmonton		
Gardner Mrs G T	P.C. 1965-27/2302, December 29, 1965..	464

Particulars and payee	Authority	Amount
Payment of disability compensation at service rate of pay for time he was not compensated and to enable him to reinstate a portion of sick leave benefits accrued with the Saskatchewan Power Corporation before his injury		
Gilbert W J	P.C. 1965-25/2255, December 22, 1965...	602
Payment for gratuity equal to three weeks salary resulting from miscalculation of length of service		
Gross G G	P.C. 1965-17/1879, October 25, 1965....	267
Compensation for amount equivalent to separated family's allowance while separated from his family		
King W C	P.C. 1965-6/761, April 29, 1965.....	850
Reimbursement for cost of storage of personal effects on being posted		
MacFarlane J A	P.C. 1966-12/400, March 10, 1966.....	183
Reimbursement for cost of storage of furniture and effects from November 1, 1963 to October 31, 1965		
Marion J J Y	P.C. 1966-9/1, January 5, 1966.....	405
Payment for difference in salary for period September 14, 1964 to May 6, 1965 while performing duties of a higher position		
Potter D W	P.C. 1965-16/1711, September 22, 1965....	530
Compensation for pay and allowances for a period of time equal to October 25, 1965 to March 2, 1966 less the amount of annuity payments during the same period on his release from the RCAF		
Publicover E F	P.C. 1965-2071, November 22, 1965.....	2,067
Compensation for expenses incurred in construction of supplementary storm sewer RCAF Station Winnipeg		
City of St James Man.	P.C. 1965-21/1271, July 14, 1965.....	4,658
Compensation for loss of food due to spoilage in deep freeze unit which was accidentally disconnected		
Skalozub P	P.C. 1965-42/961, May 27, 1965.....	163
Payment for movement of furniture and effects from Dana Sask to Lacombe Alta		
Woodward L G	P.C. 1966-17/46, January 12, 1966.....	183
		21,410
		\$ 61,978

ROYAL CANADIAN NAVY

Operation and Maintenance

ROYAL CANADIAN NAVY—REGULAR FORCE AND GENERAL				
		Estimates	Allotments	Expenditures
A	Civil salaries and wages.....	(1) 43,818,000	45,830,000	45,468,745
B	Civilian allowances.....	(2) 82,000	95,000	93,812
C	Pay and allowances.....	(3) 91,442,000	96,294,000	95,874,588
	Professional and special services:.....		3,927,000	
D	Corps of commissioners and other services.....	2,293,000		2,392,973
E	Professional fees—architects, engineers, land valuation and legal.....	160,000		165,081
F	Medical and dental consultants and special services... Fees for special courses.....	667,000 473,000		624,155 412,629
	Operation of RCN establishments and provision of facilities by contract.....			107,993
		(4) 3,593,000	3,927,000	3,702,831
G	Travelling and removal expenses.....	(5) 5,000,000	5,490,000	5,398,055
H	Freight, express and cartage.....	(6) 590,000	600,000	599,805
	Postage.....	(7) 110,000	110,000	103,652
I	Telephones, telegrams and other communication services	(8) 769,000	419,000	346,149
	Publication of departmental reports and other material..	(9) 880,000	630,000	515,300
J	Exhibits, advertising, films, broadcasting and displays...	(10) 145,000	145,000	144,672
K	Office stationery, supplies, equipment and furnishings..	(11) 1,200,000	1,125,000	1,124,083
	Materials and supplies:.....		20,149,000	
	Fuel for heating, cooking and power generating units.....	1,800,000		1,859,306

		Estimates	Allotments	Expenditures
	Clothing and personal equipment.....	1,302,000		1,703,013
	Gasoline, fuel oil and lubricants for ships, aircraft and mechanical equipment.....	5,480,000		4,226,457
	Food supplies.....	5,952,000		5,661,238
	Miscellaneous materials and supplies.....	5,910,000		5,276,327
	Medical and dental supplies.....	334,000		331,754
	Barrack, hospital and camp stores.....	836,000		802,961
	(12)	21,614,000	20,149,000	19,861,056
	Repairs and upkeep of buildings and works..... (14)	3,500,000	3,690,000	3,683,819
	Rental of land, buildings and works..... (15)	760,000	1,315,000	1,265,874
L	Repairs and upkeep of equipment..... (17)	28,172,000	20,992,000	20,868,434
M	Municipal and public utility services..... (19)	3,600,000	3,135,000	3,028,624
N	Pensions, superannuation and other benefits for personal services..... (21)	404,000	404,000	382,327
O	All other expenditures..... (22)	944,000	743,000	687,133
		206,623,000	205,093,000	203,148,959
P	Less—Estimated amount recoverable..... (34)	1,175,000	1,175,000	668,339
		\$205,448,000	\$203,918,000	\$202,480,620
A Salaries \$29,717,602, wages \$14,252,658, overtime \$1,157,713, premium pay and other credits \$215,785, gratuities—retiring, vacation leave and death \$124,987.				
B Allowances to administrative staffs serving outside Canada (Foreign Service Allowance Regulations) \$70,169, isolation and special allowances in Canada \$23,643.				
C Pay and allowances issued to Naval personnel \$93,843,469, special retirement benefits \$628,307, allowances to personnel serving outside Canada (Foreign Service Allowance Regulations) \$1,402,812.				
D Expenditures consisted of: payments to British Columbia Corps of Commissionaires Vancouver \$14,009, Corps of Commissionaires Montreal \$2,136,771, school teachers' salaries \$206,450, civilian officiating clergymen \$30,910, legal fees and professional services other than in relation to construction and properties \$4,638, miscellaneous \$195.				
E Payments by services with individual payments of \$2,000 or over were: <i>design services</i> , C C Davidson & Co Halifax \$17,443, Leblanc Gaudet & Associates Moncton N B \$5,075, F J Williams Associates Ltd Toronto \$3,072; <i>design and survey services</i> , R C Thurber & Associates Ltd Victoria \$3,413; <i>engineering services</i> , Associated Engineering Services Ltd Edmonton \$3,273, Booth Huza Flynn & Associates Halifax \$4,628, Ingledow Kidd & Associates Ltd Vancouver \$5,100, J Philip Vaughan & Associates Ltd Halifax \$95,791; <i>inspection and testing services</i> , Loring Inspection Ltd Halifax \$3,071; <i>soil investigation</i> , Warnock Hersey Soil Investigation Ltd Montreal \$9,156; <i>survey services</i> , Bermuda Crown Lands Corporation Hamilton Bermuda \$2,250, K W Robb & Associates Ltd Dartmouth N S \$3,380, Willis & Cunliffe Engineering Ltd Victoria \$4,101.				
F Expenditures consisted of payments for: civilian medical specialists \$70,952, civilian medical general practitioners \$91,097, civilian optometrists \$4,010, civilian registered nurses and therapists \$91,771, laboratory services \$7,310, x-ray services \$7,595, out-patient care at civilian medical facilities \$3,357, in-patient care at civilian hospitals \$28,521, medical care from other government departments \$316,082, medical care provided in continental Europe \$1,852, miscellaneous \$1,608.				
G Travelling expenses of civilian personnel \$225,218, commuting allowances, civilians \$828, travel and transportation including dependents, furniture and effects—postings and releases in Canada \$2,935,245, outside Canada \$242,628, training courses and exercises \$496,660, travel and transportation—temporary duty including duty for refit purposes \$947,732, recruiting \$129,804, service college cadets \$25,362, transportation of service personnel on leave \$293,002, compensation for rent liability \$76,753, hired transportation \$18,335, physical fitness, sports, rifle competitions and tournaments \$6,488.				
H Freight and express—rail and inland water \$410,951, ocean \$3,000, air \$45,442, road \$131,563, local cartage \$8,849.				
I Long distance telephone tolls \$47,511, telegrams and cables \$4,868, rental of telephone and telegraph circuits \$7,414, rental of telephones and telephone exchange facilities \$265,281, other communication services \$21,075.				
J Agency advertising \$144,303, non-agency advertising \$61, printed recruiting materials, films etc. \$308.				
K Office stationery \$581,124, printed forms \$146,134, purchase and repair of equipment \$117,599, rental of equipment \$182,227, books and publications \$75,249, newspapers and periodicals \$21,750.				
L Repairs and upkeep of ships \$9,632,305, spare parts and accessories for—mobile land equipment \$285,879, miscellaneous and technical equipment \$173,400, spare parts and civilian services for aircraft \$2,052,849, spare parts accessories and civilian services for—armament equipment \$460,136, electronic communication equipment including ships electrical equipment \$3,821,203, special training equipment \$120,439, repair overhaul and modification of equipment by contract \$4,322,223.				
M Water and sewage services \$371,631, sanitary services \$50,785, electricity \$2,225,690, gas \$651, non-resident school fees etc. \$377,914, miscellaneous \$1,953.				
N Employer's contribution to unemployment insurance.				

- O Laundry and dry cleaning \$153,339, entertainment expenses \$32,555, funeral expenses \$12,762, library and reading room grants \$12,517, grants and allowances for physical fitness equipment \$41,070, band grants \$8,270, miscellaneous grants \$8,852, cadets contingency allowances \$26,540, Underwriters Adjustment Bureau \$6,217, compensation for damage to property and persons \$8,955 and ex-gratia payments \$22,442, pilotage and canal tolls \$53,478, naval movie guild \$23,693, miscellaneous \$276,443.
- P Credits consisted of recoveries of expenditure for: grants and other recoveries in respect of education including teachers' superannuation fees \$18,278, travelling and removal expenses \$43,585, assistance to provincial or municipal governments \$105,645, fuel supplied to ships of NATO navies \$127,471, assistance to NATO countries \$51,432, services and materials supplied to other government departments and crown corporations \$177,552, training other than NATO \$32,843, miscellaneous \$111,533.

ROYAL CANADIAN NAVAL RESERVE

		Estimates	Allotments	Expenditures
A	Civil salaries and wages..... (1)	560,000	560,000	353,306
B	Pay and allowances..... (3)	1,425,000	1,425,000	1,418,383
C	Travelling and removal expenses..... (5)	264,000	264,000	229,615
	Pensions, superannuation and other benefits for personal services..... (21)	5,000	5,000	3,531
		<u>\$ 2,254,000</u>	<u>\$ 2,254,000</u>	<u>\$ 2,004,835</u>
A	Salaries \$297,415, wages \$43,444, overtime \$7,269, premium pay and other credits \$1,425, gratuities—retiring, vacation leave and death \$3,753.			
B	Pay and allowances issued to personnel of Royal Canadian Navy \$1,093, Royal Canadian Naval Reserve \$1,417,290.			
C	Travel and transportation of service personnel.			

ROYAL CANADIAN SEA CADETS

		Estimates	Allotments	Expenditures
A	Civil salaries and wages..... (1)	75,000	75,000	61,686
B	Pay and allowances..... (3)	412,000	412,000	350,717
C	Travelling and removal expenses..... (5)	236,000	236,000	213,723
		<u>\$ 723,000</u>	<u>\$ 723,000</u>	<u>\$ 626,126</u>
A	Salaries \$42,690, wages \$17,420, overtime \$380, premium pay and other credits \$962, gratuities—retiring, vacation leave and death \$234.			
B	Pay and allowances issued to officers and civilian instructors \$323,003, signal and trades training bonuses \$27,714.			
C	Travel and transportation of service personnel.			

Total, operation and maintenance, Navy....

<u>\$208,425,000</u>	<u>\$206,895,000</u>	<u>\$205,111,581</u>
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Construction or Acquisition of Buildings, Works, Land and Major Equipment

		Estimates	Allotments	Expenditures
Acquisition and construction of buildings and works including acquisition of land:				
	Purchase of real properties (land and buildings).....	382,000	5,072,000	5,061,166
Construction of buildings and works.....				
	Major contract projects.....	4,054,000	1,934,000	1,906,847
	Day labour and minor contract projects.....		420,000	384,523
	(13)	<u>4,436,000</u>	<u>7,426,000</u>	<u>7,352,536</u>
Major procurement of equipment:.....				
	Ships.....	22,864,000	63,014,000	19,180,053
	Aircraft.....	21,000,000		25,956,291
	Mechanical equipment including transport.....	900,000		739,255
	Armament equipment.....	2,400,000		659,659
	Electronic and communication equipment.....	11,200,000		5,943,057
	Special training equipment.....	2,700,000		1,011,605
	Miscellaneous equipment.....	1,000,000		1,152,246
	Ammunition and bombs.....	5,000,000		7,896,149
	(16)	<u>67,064,000</u>	<u>63,014,000</u>	<u>62,538,315</u>
Total, construction, etc., Navy.....		<u>\$ 71,500,000</u>	<u>\$ 70,440,000</u>	<u>\$ 69,890,851</u>

CANADIAN ARMY

Operation and Maintenance including Grants of \$1,850,000 to the Town of Oromocto

CANADIAN ARMY (REGULAR) AND GENERAL

		Estimates	Allotments	Expenditures
A	Civil salaries and wages..... (1)	54,183,000	58,653,000	58,611,189
B	Civilian allowances..... (2)	115,000	105,000	102,632
C	Pay and allowances..... (3)	203,461,000	218,161,000	217,998,638
	Professional and special services:.....		25,154,000	
D	Corps of commissionaires and other services.....	10,870,000		7,556,451
E	Architects, engineers, land valuation and legal fees....	275,000		628,634
F	Medical consultants and special services.....	3,017,000		2,493,077
	Fees for special courses.....	1,000,000		1,043,094
	Operation of service establishments and provision of facilities by contract.....			13,147,024
	Dental treatment services.....	122,000		74,121
	(4)	15,284,000	25,154,000	24,942,401
G	Travelling and removal expenses..... (5)	13,000,000	13,465,000	13,378,826
H	Freight, express and cartage..... (6)	2,303,000	1,703,000	1,697,060
	Postage..... (7)	300,000	300,000	293,605
I	Telephones, telegrams and other communication services (8)	2,700,000	1,101,000	1,055,502
	Publication of departmental reports and other material.. (9)	890,000	890,000	808,409
J	Exhibits, advertising, films, broadcasting and displays... (10)	405,000	525,000	523,325
K	Office stationery, supplies, equipment and furnishings... (11)	2,345,000	2,324,000	2,257,159
	Materials and supplies:.....		24,917,000	
	Fuel for heating, cooking and power generating units..	4,800,000		4,218,562
	Clothing and personal equipment.....	6,150,000		4,546,912
	Dental supplies.....	310,000		357,127
	Gasoline, fuel oil and lubricants for operation of mechanical equipment.....	1,944,000		1,474,511
	Food supplies.....	8,812,000		6,742,485
	Miscellaneous materials and supplies.....	3,607,000		3,523,332
	Medical supplies.....	848,000		707,789
	Barrack, hospital and camp stores.....	2,642,000		2,962,891
	(12)	29,113,000	24,917,000	24,533,609
	Repairs and upkeep of buildings and works..... (14)	14,400,000	16,400,000	16,132,337
	Rental of land, buildings and works..... (15)	2,700,000	2,698,000	2,685,751
L	Repairs and upkeep of equipment..... (17)	8,004,000	6,758,000	6,588,427
M	Municipal or public utility services..... (19)	8,850,000	8,102,000	8,059,845
	Grants to the Town of Oromocto..... (20)	1,850,000	1,850,000	1,850,000
N	Pensions, superannuation and other benefits for personal services..... (21)	580,000	600,000	589,925
O	All other expenditures..... (22)	2,864,000	2,496,000	2,434,856
		363,347,000	386,202,000	384,543,496
P	Less—Estimated amount recoverable..... (34)	1,500,000	2,700,000	2,734,913
		\$361,847,000	\$383,502,000	\$381,808,583

A Salaries \$41,367,765, wages \$15,834,364, overtime \$1,075,579, premium pay and other credits \$129,775, gratuities—retiring, vacation leave and death \$203,706.

B Allowances to administrative staffs serving outside Canada (Foreign Service Allowance Regulations) \$88,152, isolation and special allowances in Canada \$14,480.

C Pay and allowances issued to service personnel as follows: Regular Force \$210,205,095, personnel called out for duty with the Regular Force \$1,441,094, clothing credit allowance \$1,288,425, special retirement benefits \$3,621,933, allowances to personnel serving outside Canada (Foreign Service Allowance Regulations) \$1,442,091.

D Expenditures consisted of: payments to British Columbia Corps of Commissionaires Vancouver \$130,029, Corps of Commissionaires Montreal \$3,061,699, school teachers' salaries \$4,094,504, civilian officiating clergymen \$37,410, management consultant fees \$163,916 (included payments of \$2,000 or over to Simpson Riddell Stead & Partners Montreal \$2,525, United States Treasury Department Washington DC USA \$150,000), legal fees generally (other than construction and properties) and miscellaneous professional services \$54,875, (included payments of \$2,000 or over to: M Choquette Quebec \$2,272 for legal fees, Department of Justice Ottawa \$3,039 for recovery of cost of publication in the case of H Gordon-Cooper and Takhini Hot Springs Ltd, Educational Testing Service Princeton NJ USA \$9,928 for college board admission tests, C P Stacey Toronto \$16,500 for supervision of completion of military histories), overseas indigenous labour including overtime \$14,018.

- E Payments by services with individual payments of \$2,000 or over were: *architectural services*, Townend Stefura & Baleshta Sudbury Ont \$8,682; *architectural and engineering services*, Gordon S Adamson & Associates Toronto \$27,582; *consultant services*, J D Henderson Engineering Ltd Edmonton \$2,090, Library Building Consultants Inc Evanston Ill USA \$5,184, Smith Somerville & Co Ltd Montreal \$4,916; *design services*, Nicholas Fodor & Associates Toronto \$10,962, Page & Steele Toronto \$6,626, J L Richards & Associates Ltd Ottawa \$16,866, L H Ritenburg & Associates Regina \$2,503, Sutton-Saville Sudbury Ont \$8,464; *design services and supervision assistance*, Fleury Arthur Barclay & Stern Toronto \$15,936; *drilling services*, F E Johnston Drilling Co Ltd Ottawa \$2,086; *engineering services*, J R Fitter Ottawa \$2,760, Govan Ferguson Lindsay Kaminker Langley Keenleyside Toronto \$11,760, Industrial Illustrating & Designing Ltd Montreal \$33,476, Yost Keen Hleck Associates Regina \$2,722; *inspection and testing services*, Terra Engineering Laboratories Victoria \$2,342, Warnock Hersey Co Ltd Montreal \$2,639; *management supervision and administration*, Central Mortgage and Housing Corporation Ottawa \$410,368; *supervision*, Howard R Wright & Associates Vancouver \$3,465; *testing services*, Department of Mines and Technical Surveys Ottawa \$6,573.
- F Expenditures consisted of payments for: civilian medical specialists \$277,897, civilian medical general practitioners \$356,845, civilian optometrists \$15,706, civilian registered nurses and therapists \$391,702, laboratory services \$28,632, x-ray services \$29,748, out-patient care at civilian medical facilities \$13,148, in-patient care at civilian hospitals \$112,876, medical care from other government departments \$1,237,986, medical care provided in continental Europe \$22,591, miscellaneous \$5,946.
- G Travelling expenses of civilian personnel \$246,365, commuting allowances, civilians \$34,191, travel and transportation including dependents, furniture and effects—postings and releases in Canada \$5,896,333, outside Canada \$920,944, training courses and exercises \$1,361,963, rotation of service personnel and dependents to and from 4 CIBG (Europe) \$1,827,764, travel and transportation—temporary duty \$2,001,563, recruiting \$125,863, service college cadets \$17,981, movements to and from brigade concentrations in Canada \$36,755, transportation of service personnel on leave \$358,413, compensation for rent liability \$203,970, hired transportation \$202,328, physical fitness, sports, rifle competitions and tournaments \$89,603, movement of civilian school teachers to and from 4 CIBG (Europe) \$54,790.
- H Freight and express—rail and inland water \$831,692, ocean \$228,959, air \$9,337, road \$613,535, local cartage \$13,537.
- I Long distance telephone tolls \$110,318, telegrams and cables \$6,287, rented telephone and telegraph circuits \$165,737, rented telephone and telephone exchange facilities \$769,660, other communication services \$3,500.
- J Agency advertising \$503,165, films etc. \$20,160.
- K Office stationery \$1,100,180, printed forms \$434,926, purchase and repair of office equipment \$179,282, rental of equipment \$369,377, books and publications \$91,554, newspapers and periodicals \$81,840.
- L Spare parts and accessories for—armoured fighting vehicles \$437,403, mobile land equipment \$2,349,522, spare parts accessories and civilian services for—armament equipment \$268,886, electronic communication equipment \$1,877,701, repair overhaul and modification of equipment by contract \$1,654,915.
- M Water and sewage services \$513,018, sanitary services \$311,440, electricity \$4,159,746, gas \$1,251,223, non-resident school fees etc. \$1,713,738, miscellaneous \$110,680.
- N Employer's contribution to unemployment insurance.
- O Laundry and dry cleaning \$619,504, entertainment expenses \$14,577, funeral expenses \$37,124, library and reading room grants \$18,604, grants and allowances for physical fitness equipment \$96,679, band grants \$65,176, miscellaneous grants \$37,782, cadets contingency allowances \$173,684, organization contingency and clerical assistance allowances—Reserves \$196,684, Underwriters Adjustment Bureau \$36,072, compensation for damage to property and persons \$266,818 and ex-gratia payments \$19,077, military mapping \$277,171, newsreels sports and entertainment films for Canadian troops abroad \$53,465, CBC programs for forces abroad \$19,621, participation in service exhibitions and displays \$184,649, participation in Centennial celebrations \$41,596, miscellaneous \$276,573.
- P Credits consisted of recoveries of expenditure for: medical and hospital services \$18,269, grants and other recoveries in respect of education including teachers' superannuation fees \$1,702,574, travelling and removal expenses \$127,771, assistance to provincial or municipal governments \$11,484, assistance to NATO countries \$122,881, services and materials supplied to other government departments and crown corporations \$92,806, training other than NATO \$657,353, miscellaneous \$1,775.

CANADIAN ARMY MILITIA INCLUDING CANADIAN
OFFICERS TRAINING CORPS

		Estimates	Allotments	Expenditures
A	Civil salaries and wages..... (1)	3,900,000	3,900,000	3,838,786
B	Pay and allowances..... (3)	11,508,000	10,033,000	9,913,712
C	Travelling and removal expenses..... (5)	425,000	430,000	421,623
		<u>\$ 15,833,000</u>	<u>\$ 14,363,000</u>	<u>\$ 14,174,121</u>

- A Salaries \$3,008,440, wages \$608,817, overtime \$134,412, premium pay and other credits \$17,247, gratuities—retiring, vacation leave and death \$69,870.
- B Pay and allowances issued to Canadian Officers Training Corps \$346,294, militia \$9,542,456, training bonuses \$3,483, clothing credit allowance \$21,479.
- C Travel of service personnel for training on courses and exercises \$217,501, temporary duty \$59,126, meal allowances \$108,206, hired transportation \$32,851, miscellaneous \$3,939.

ROYAL CANADIAN ARMY CADETS

		Estimates	Allotments	Expenditures
A	Civil salaries and wages..... (1)	725,000	707,000	703,806
B	Pay and allowances..... (3)	2,490,000	2,240,000	2,181,267
C	Travelling and removal expenses..... (5)	275,000	308,000	303,159
		<u>\$ 3,490,000</u>	<u>\$ 3,255,000</u>	<u>\$ 3,188,232</u>

- A Salaries \$60,275, wages \$580,589, overtime \$31,146, premium pay and other credits \$9,093, gratuities—retiring, vacation leave and death \$22,703.
- B Pay and allowances issued to cadet officers and instructors \$1,696,293, signalling and trades training bonuses to cadets \$484,974.
- C Travel of service personnel and instructors for training on courses and exercises \$220,271, temporary duty \$8,359, meal allowances \$38,486, hired transportation \$34,457, miscellaneous \$1,586.

Total, operation and maintenance, Army....	<u>\$381,170,000</u>	<u>\$401,120,000</u>	<u>\$399,170,936</u>
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Construction or Acquisition of Buildings, Works, Land and Major Equipment

		Estimates	Allotments	Expenditures
Acquisition and construction of buildings and works including acquisition of land:				
Purchase of real properties (land and buildings).....		100,000	260,000	251,846
Construction of buildings and works.....		9,459,000		
Major contract projects.....			7,709,000	7,411,169
Day labour and minor contract projects.....			2,400,000	2,289,449
	(13)	<u>9,559,000</u>	<u>10,369,000</u>	<u>9,952,464</u>
Major procurement of equipment:.....			42,891,000	
Tanks and armoured fighting vehicles.....		17,912,000		18,913,866
Aircraft and engines.....				1,560,457
Mechanical equipment including transport.....		8,154,000		4,204,343
Armament equipment.....		1,890,000		785,046
Electronic and communication equipment.....		3,688,000		1,840,609
Special training equipment.....		111,000		61,255
Miscellaneous equipment.....		2,140,000		2,764,002
Ammunition and bombs.....		8,746,000		12,402,606
	(16)	<u>42,641,000</u>	<u>42,891,000</u>	<u>42,532,184</u>
Total, construction, etc., Army.....		<u>\$ 52,200,000</u>	<u>\$ 53,260,000</u>	<u>\$ 52,484,648</u>

ROYAL CANADIAN AIR FORCE

Operation and Maintenance

ROYAL CANADIAN AIR FORCE—REGULAR AND GENERAL

		Estimates	Allotments	Expenditures
A	Civil salaries and wages..... (1)	47,911,000	52,545,000	52,401,186
B	Civilian allowances..... (2)	423,000	450,000	449,044
C	Pay and allowances..... (3)	242,152,000	253,352,000	253,232,565
	Professional and special services:.....		23,880,000	
D	Corps of commissionaires and other services.....	11,448,000		12,152,336
E	Architects, engineers and consultants fees.....	360,000		293,454

		Estimates	Allotments	Expenditures
F	Medical and dental consultants and special services...	2,246,000		5,562,090
	Fees for special courses.....	1,618,000		1,325,804
	Operation of RCAF establishments and provision of facilities by contract.....	8,941,000		3,521,061
	(4)	24,613,000	23,880,000	22,854,745
G	Travelling and removal expenses.....	16,932,000	16,832,000	16,786,241
H	Freight, express and cartage.....	1,650,000	1,450,000	1,442,013
	Postage.....	280,000	280,000	264,700
I	Telephones, telegrams and other communication services.....	21,803,000	20,803,000	20,534,952
	Publication of departmental reports and other material..	960,000	1,270,000	1,235,777
J	Exhibits, advertising, films, broadcasting and displays... (10)	267,000	267,000	259,716
K	Office stationery, supplies, equipment and furnishings... (11)	1,900,000	1,993,000	1,939,384
	Materials and supplies:.....		50,658,000	
	Fuel for heating, cooking and power generating units..	7,740,000		7,381,829
	Clothing and personal equipment.....	4,367,000		4,418,077
	Gasoline, fuel oil and lubricants for aircraft and mechanical equipment.....	21,567,000		20,995,705
	Food supplies.....	6,950,000		7,228,920
	Miscellaneous materials and supplies.....	7,182,000		7,450,218
	Medical and dental supplies.....	849,000		861,979
	Barrack, hospital and camp stores.....	1,810,000		1,800,997
	(12)	50,465,000	50,658,000	50,137,725
	Repairs and upkeep of buildings and works including land (14)	17,900,000	19,600,000	19,548,058
	Rental of land, buildings and works..... (15)	3,357,000	3,400,000	3,247,341
L	Repairs and upkeep of equipment..... (17)	114,476,000	108,346,000	107,861,021
M	Municipal or public utility services..... (19)	11,000,000	11,500,000	11,021,103
N	Pensions, superannuation and other benefits for personal services..... (21)	491,000	491,000	490,997
O	All other expenditures..... (22)	1,594,000	1,704,000	1,510,766
		558,174,000	568,821,000	565,217,334
P	Less—Estimated amount recoverable..... (34)	31,000,000	32,567,000	29,064,184
		\$527,174,000	\$536,254,000	\$536,153,150

A Salaries \$34,490,648, wages \$16,831,009, overtime \$768,068, premium pay and other credits \$162,146, gratuities—retiring, vacation leave and death \$149,315.

B Allowances to administrative staffs serving outside Canada (Foreign Service Allowance Regulations) \$25,816, isolation and special allowances in Canada \$423,228.

C Pay and allowances issued to personnel of RCAF (Regular) \$246,178,952, clothing credit allowances \$1,387,493, special retirement benefits \$1,938,834, allowances to personnel serving outside Canada (Foreign Service Allowance Regulations) \$3,727,286.

D Expenditures consisted of: payments to British Columbia Corps of Commissioners Vancouver \$44,096, Corps of Commissioners Montreal \$1,954,669, school teachers' salaries \$6,148,648, legal fees other than in relation to construction and properties \$7,886, civilian officiating clergymen \$127,593, management consultant fees \$45,776 (payment was made to Peat Marwick Management Systems Company Boston Mass U S A), security and protective services, continental Europe \$42,052, overseas indigenous labour including overtime \$3,781,616.

E Payments by services with individual payments of \$2,000 or over were: *architectural services*, Bregman & Hamann Toronto \$3,375, G Keith Pickard Charlottetown \$9,022, Pratt Lindgren Snider Tomej & Associates Winnipeg \$7,182, Schoeler Barkham & Heaton Ottawa \$13,399; *combustion research services*, Department of Mines and Technical Surveys Ottawa \$3,668; *design services*, J L Richards & Associates Ottawa \$21,591, Smith Carter Searle Associates Winnipeg \$12,128, W L Wardrop & Associates Ltd Winnipeg \$2,770; *drafting staff assistance*, Designex Ltd Toronto \$20,502; *engineering services*, Coast Eldridge Engineers & Chemists Ltd Vancouver \$6,764, M M Dillon & Co Ltd London Ont \$4,991, Lassing Associates Trenton Ont \$2,085, Racey MacCallum & Bluteau Ltd Montreal \$16,553, Underwood McLellan & Associates Ltd Winnipeg \$2,508; *engineering and testing services*, Bernard Curtis Hoggan Engineering and Testing Ltd Edmonton \$4,512; *inspection and testing services*, Associated Designers & Inspectors Fredericton \$21,804, M Block & Associates Winnipeg \$50,015, Donald Inspection Ltd Toronto \$8,900, Keith Consulting Engineers Ltd Regina \$9,629; *site plan and consulting personnel*, C Stewart Roy Ottawa \$4,725; *site record drawings*, Giffels Associates Ltd Toronto \$7,140, Strong Lamb & Nelson Ltd Calgary Alta \$12,672; *survey services and soil investigation*, Monarque, Morelli Gaudette Laporte Montreal \$3,536; *testing and survey services*, Department of Transport Ottawa \$9,288.

F Expenditures consisted of payments for: civilian medical specialists \$621,584, civilian medical general practitioners \$812,233, civilian optometrists \$33,417, civilian registered nurses and therapists \$839,828, laboratory services \$60,919, x-ray services \$63,294, out-patient care at civilian medical facilities \$27,985, in-patient care at civilian hospitals \$239,657, medical care from other government departments \$2,635,453, medical care provided in continental Europe \$77,449, medical care for dependents \$144,782, miscellaneous \$5,489.

- G Travelling expenses of civilian personnel \$320,843, commuting allowances, civilians \$9,135, travel and transportation including dependents, furniture and effects—postings and releases in Canada \$8,502,126, outside Canada \$570,360, training courses and exercises \$1,103,784, rotation of service personnel and dependents to and from Air Division (Europe) \$1,451,537, travel and transportation—temporary duty \$3,490,563, recruiting \$146,007, service college cadets \$29,285, transportation of service personnel on leave \$331,871, compensation for rent liability \$231,058, hired transportation \$556,471, physical fitness, sports, rifle competitions and tournaments \$6,529, movement of civilian school teachers to and from Air Division (Europe) \$36,672.
- H Freight and express—rail and inland water \$733,809, ocean \$39,829, air \$138,660, road \$518,371, local cartage \$11,344.
- I Long distance telephone tolls \$377,922, telegrams and cables \$113,641, rented telephone and telegraph circuits—RCAF \$1,890,080, RCAF/USAF shared \$14,359,883, rented telephone and telephone exchange facilities—RCAF \$1,814,144, RCAF/USAF shared \$1,970,035, other communication services \$9,247.
- J Agency advertising \$236,143, films etc. \$23,573.
- K Office stationery \$830,255, printed forms \$388,142, purchase and repair of office equipment \$225,904, rental of equipment \$384,461, books and publications \$81,350, newspapers and periodicals \$29,272.
- L Spare parts and accessories for—mobile land equipment \$3,062,650, miscellaneous and technical equipment \$3,354,147, spare parts and civilian services for aircraft \$15,486,535, spare parts accessories and civilian services for—armament equipment \$744,135, electronic communication equipment \$13,961,820, special training equipment \$883,827, repair overhaul and modification of equipment by contract \$70,367,907.
- M Water and sewage services \$899,540, sanitary services \$341,726, electricity \$6,097,278, gas \$1,671,836, non-resident school fees etc. \$1,965,147, miscellaneous \$45,576.
- N Employer's contribution to unemployment insurance.
- O Laundry and dry cleaning \$566,241, entertainment expenses \$13,602, funeral expenses \$40,368, library and reading room grants \$20,235, grants and allowances for physical fitness equipment \$103,688, band grants \$20,847, miscellaneous grants \$36,433, cadets contingency allowances \$89,939, Underwriters Adjustment Bureau \$15,324, compensation for damage to property and persons \$127,413 and ex-gratia payments \$22,082, CBC programs for forces abroad \$147,037, loss on exchange \$11,615, miscellaneous \$295,942.
- P Credits consisted of recoveries of expenditures for: medical services provided to Navy and Army \$3,067,666, other medical and hospital services \$2,193,146, grants and other recoveries in respect of education including teachers' superannuation fees \$1,916,284, travelling and removal expenses \$79,524, assistance to—NATO countries \$325,588, united nations \$30,944, services and materials supplied to other government departments and crown corporations \$609,442, continental air force integration O and M agreement \$4,301,225, RCAF/USAF cost sharing communication agreement \$10,081,420, NATO training \$3,792,000, training other than NATO \$455,928, maintenance support of United States aircraft and other equipment \$36,131, RCAF support of army aircraft \$953,000, Department of External Affairs with respect to oil lift for Government of Zambia \$946,478, miscellaneous \$275,408.

ROYAL CANADIAN AIR FORCE (RESERVE)

		Estimates	Allotments	Expenditures
	Civil salaries and wages..... (1)	40,000	40,000	1,652
A	Pay and allowances..... (3)	1,256,000	1,131,000	1,050,185
	Travelling and removal expenses..... (5)	27,000	27,000	25,338
		<u>\$ 1,323,000</u>	<u>\$ 1,198,000</u>	<u>\$ 1,077,175</u>

- A Pay and allowances issued to personnel, RCAF (Auxiliary) \$772,618, Canadian Officers Training Corps \$257,342, miscellaneous \$20,225.

ROYAL CANADIAN AIR CADETS

		Estimates	Allotments	Expenditures
	Civilian salaries and wages (casuals and others)..... (1)	88,000	88,000	40,808
A	Pay and allowances..... (3)	1,040,000	1,085,000	1,080,739
B	Travelling and removal expenses..... (5)	89,000	269,000	266,435
		<u>\$ 1,217,000</u>	<u>\$ 1,442,000</u>	<u>\$ 1,387,982</u>

- A Pay and allowances issued to cadet officers and civilian instructors.
- B Travel of service personnel and instructors for training on courses and exercises \$132,341, temporary duty \$81,962, hired transportation \$45,862, miscellaneous \$6,270.

Total, operation and maintenance, Air.....	<u>\$529,714,000</u>	<u>\$538,894,000</u>	<u>\$538,618,307</u>
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Construction or Acquisition of Buildings, Works, Land and Major Equipment

	Estimates	Allotments	Expenditures
Acquisition and construction of buildings and works including acquisition of land:			
Purchase of real properties (land and buildings).....	70,000	70,000	37,380
Construction of buildings and works.....	10,500,000		
Major contract projects.....		7,700,000	7,292,738
Day labour and minor contract projects.....		2,800,000	2,796,623
(13)	10,570,000	10,570,000	10,126,741
Major procurement of equipment:.....		101,065,000	
Aircraft and engines.....	90,498,000		53,734,005
Mechanical equipment including transport.....	5,736,000		3,210,185
Armament equipment.....	293,000		111,664
Electronic and communication equipment.....	17,000,000		18,545,195
Special training equipment.....	3,603,000		2,728,471
Miscellaneous technical equipment.....	5,074,000		4,234,336
Ammunition and bombs.....	6,461,000		5,018,648
(16)	128,665,000	101,065,000	87,582,504
Total, construction, etc., Air.....	\$139,235,000	\$111,635,000	\$ 97,709,245
Total Vote 15.....	\$1,382,244,000	\$1,382,244,000	\$1,362,985,568

Exchequer Court Awards, Exchequer Court Act, c. 98, R.S., as amended..... (22) \$ 56,983

Details of awards under the above statutory authority are shown in the statement entitled, Payments of Damage Claims, further on in this section.
A distribution by services follows: Navy \$1,180, Army \$55,158, Air \$645.

DEFENCE RESEARCH AND DEVELOPMENT

The Defence Research Board was established to carry out such duties in connection with research relating to the defence of Canada and the development of, and improvement to, service equipment and material as the Minister may assign to it, and to advise the Minister on all matters relating to scientific, technical and other research and development, which affect national defence.

Vote 20 Defence Research Board—Operation and maintenance..... 27,153,000
Transfer from Department of Finance Vote 15 contingencies..... 866,000

Expenditures..... \$ 27,871,056

Vote 25 Defence Research Board—Construction or acquisition of buildings, works, land and equipment..... 5,569,000
Expenditures..... \$ 5,475,910

Vote 30 To foster defence research in Canadian industry by supporting selected defence applied research programs, on terms and conditions approved by the Treasury Board..... 5,788,000
Expenditures..... (22) \$ 5,309,239

Vote 35 Research Satellite Program—To provide for the design and instrumentation of a series of satellites to carry out a scientific research program agreed upon jointly by the United States National Aeronautical and Space Administration and the Defence Research Board..... 2,990,000
Expenditures..... (22) \$ 2,986,882

DEPARTMENT OF NATIONAL DEFENCE

26-19

Vote 40 Development.....	21,640,000
Vote 40d.....	9,300,000
	<u>30,940,000</u>
Expenditures..... (16)	<u>\$ 30,936,694</u>

MUTUAL AID

Vote 45 Contributions to infrastructure and the military costs of the North Atlantic Treaty Organization and the transfer of defence equipment and supplies and the provision of services and facilities for defence purposes in accordance with section 3 of the Defence Appropriation Act, 1950, not exceeding a total of \$32,050,000 including the present value of defence equipment or supplies or the cost of services made available by the Canadian Forces estimated in the amount of \$7,425,000 and provided by appropriations for those forces in the current and former years in respect of which, notwithstanding sub-section (3) of section 3 of the said Act, no amount shall be charged to this appropriation or paid into a special account....	24,625,000
Expenditures.....	<u>\$ 14,663,178</u>

	Estimates	Allotments	Expenditures
A Procurement for Mutual Aid.....	11,625,000	11,625,000	4,265,831
Transfers to NATO countries of equipment from service stocks.....	3,025,000	1,411,757	1,411,757
B NATO aircrew training.....	4,400,000	1,985,000	1,985,000
C Contributions to infrastructure and NATO military budgets ...	13,000,000	13,000,000	10,397,347
Total, Mutual Aid.....	<u>32,050,000</u>	<u>28,021,757</u>	<u>18,059,935</u>
Less—Transfers to NATO countries of equipment from service stocks.....	3,025,000	1,411,757	1,411,757
Less—NATO aircrew training (provided for in Royal Canadian Air Force estimates).....	4,400,000	1,985,000	1,985,000
	<u>7,425,000</u>	<u>3,396,757</u>	<u>3,396,757</u>
Provided for by this vote..... (20)	<u>\$24,625,000</u>	<u>\$24,625,000</u>	<u>\$14,663,178</u>

The variation between the appropriation and the expenditures charged thereto is due to the following: (a) the production of aircraft maintenance spares fell far behind schedule partly due to a strike and (b) while the appropriation for Canada's contribution to infrastructure was based on advice received from the NATO delegation in Paris as their best estimate of requirements actual billings fell short of this amount by about \$2,600,000.

- A Payments against contracts for materiel—Department of Defence Production \$4,175,754, National Research Council \$81,590, freight on materiel \$8,487.
- B Charges in respect of the Royal Canadian Air Force program of aircrew training of personnel from other member nations of the North Atlantic Treaty Organization based on capitation rates for recurring costs, and capital expenditures as incurred.
- C Military Budgets—Supreme Headquarters Allied Powers Europe and subordinate commands \$2,487,561.
Infrastructure—Government of France \$4,446,582, Government of Germany \$1,333,073, Government of Greece \$1,961,928, Supreme Headquarters Allied Powers Europe \$119,533, Central Europe Operating Agency \$48,670.

DEFENCE CONSTRUCTION (1951) LIMITED

(transfer from Department of Defence Production)

Vote 35 Expenses incurred by Defence Construction (1951) Limited in procuring the construction of defence projects on behalf of the Department of National Defence and procuring the construction of such other projects as are approved by Treasury Board.....	2,085,000
Expenditures..... (22)	<u>\$ 1,963,878</u>

The accounts of the company are audited by the Auditor General of Canada and the Balance Sheet as at March 31, 1966, as certified by him, together with supporting schedules, will be found in volume III of this report.

GENERAL

Vote 48 To authorize, notwithstanding the Financial Administration Act and Section 11 of the Surplus Crown Assets Act, the payment into a special account in the consolidated revenue fund of:

- (a) all revenues received during the current and subsequent fiscal years from the sale of surplus materials, supplies and equipment, and
- (b) revenues received during the current and subsequent fiscal years from the sale during the current fiscal year of surplus buildings, works and land not exceeding an aggregate amount of \$5,000,000, and expenditures from the special account during the current and subsequent fiscal years, subject to the approval of Treasury Board, for any of the purposes of the Department of National Defence (22) \$1.

Gratuities to families of deceased employees, Civil Service Act.....	(21)	\$ 4,981
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Refunds of amounts credited to revenue in previous years, Financial Administration Act, c. 116, R.S., as amended.....	(22)	\$ 7,706
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The above amount represented refunds under section 19 of the Act.

PENSIONS AND OTHER BENEFITS

Payments under Parts I-IV of the Defence Services Pension Continuation Act, Government's contribution to the Canadian Forces Superannuation Account, Government's contribution to the Regular Forces Death Benefit Account under Part II of the Public Service Superannuation Act and an annuity to the widow of the late Honourable Norman McLeod Rogers

Payments under Parts I-IV of the Defence Services Pension Continuation Act, c. 63, R.S., as amended

Payments.....	(21)	8,554,378
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The Defence Services Pension Continuation Act provides for payment of pensions to officers and men of the permanent services and to dependents of deceased officers. Ranks below that of Warrant Officer Class 2 or the equivalent are eligible for pensions on a non-contributory basis, which cease on the death of the recipient. The pay and allowances of officers and warrant officers or the equivalent are subject to deductions for pensions for which their dependents are also eligible. The deductions are credited to Non-Tax Revenue—Miscellaneous. On March 31, 1966, 3925 pensions were in issue of which 677 were in respect of deceased officers. A distribution by services follows: Navy \$2,736,681, Army \$4,330,493, Air \$1,487,204.

Further payments were made to certain persons in receipt of pensions under the Defence Services Pension Continuation Act under authority of the Public Service Pension Adjustment Act—see Department of Finance section of this report.

Details in respect of pensions under the Canadian Forces Superannuation Act are given under Canadian Forces Superannuation Account—see appendix 1 further on in this section.

Government's contribution to the Canadian Forces superannuation account (c. 21st Statutes of 1959)

Contribution.....	(21)	58,789,870
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The Government's contribution to the Canadian Forces superannuation account for the period April 1, 1965 to March 31, 1966, in respect of the Canadian Forces Superannuation Act (see appendix 1 further on in this section) represents an amount equal to one and two-thirds of contributions by contributors. Amounts in respect of the various services were: Navy \$9,819,986, Army \$23,240,876, Air \$25,729,008.

Government's contribution to the Regular Forces death benefit account under Part II of the Public Service Superannuation Act (c. 47, Statutes of 1952-53, as amended)

Contribution.....	(21)	172,053
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See appendix 2 further on in this section.

Annuity to the widow of the late Honourable Norman McLeod Rogers (c. 47, Statutes of 1940)

Annuity.....	(21)	2,500
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Total Statutory item		\$ 67,518,801
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Vote 50 Civil pensions as detailed in the Estimates and to authorize in respect of members of the Royal Canadian Air Force on leave without pay and serving as instructors with civilian training organizations operating under the British Commonwealth Air Training Plan who were killed, payments to their dependents of amounts equal to the amounts such dependents would have received under the Pension Act, as amended, had such service as instructors been military service in the armed forces of Canada, less the value of any benefits received by such dependents under insurance contracts which were effected on the lives of such members of the Royal Canadian Air Force by or at the expense of the civilian organization 50d.....

7,153
193

Expenditures.....

7,346
\$ 7,235

Civil pensions as detailed in the Estimates

	Estimates	Allotments	Expenditures
Robert Allen.....	193	193	193
Michael Mountain.....	420	420	420
Mrs. Mary Whittington.....	200	200	200
Mrs. Eleanor F Nixon.....	1,048	1,048	1,047
Mrs. Jessie Vernice Ward.....	949	949	949
(21)	\$ 2,810	\$ 2,810	\$ 2,809

These pensions are provided as compensation to: former civilian employees of the Department who sustained injuries in the performance of their duties which resulted in permanent disability; a widow of a former civilian employee who was killed in the discharge of his duties; the family of a former member of permanent service personnel ineligible for military pension; and the widow of a former member of permanent service personnel who is not eligible for pension under the Defence Services Pension Continuation Act.

To authorize in respect of members of the Royal Canadian Air Force on leave without pay and serving as instructors with civilian training organizations operating under the British Commonwealth Air Training Plan who were killed, payments to their dependents of amounts equal to the amounts such dependents would have received under the Pension Act, as amended, had such service as instructors been military service in the armed forces of Canada, less the value of any benefits received by such dependents under insurance contracts which were effected on the lives of such members of the Royal Canadian Air Force by or at the expense of the civilian organization

	Estimates	Allotments	Expenditures
Pensions.....	(21) \$ 4,536	\$ 4,536	\$ 4,426
Total Vote 50	\$ 7,346	\$ 7,346	\$ 7,235

Amortization of deferred charges arising out of salary increases—Canadian Forces superannuation account (Chap. 21, Statutes of 1959, as amended)..... (21)

\$16,760,400

See appendix 1, further on in this section.

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	179,136,000	188,856,538	188,856,474
(2) Civilian allowances.....	871,700	911,564	906,503
(3) Pay and allowances, Defence Forces.....	555,877,360	583,739,679	561,987,677
(4) Professional and special services.....	43,734,000	51,738,912	38,837,314
(5) Travelling and removal expenses.....	37,556,000	38,280,113	37,231,098
(6) Freight, express and cartage.....	4,648,000	3,835,387	4,541,241
(7) Postage.....	737,000	708,831	719,929
(8) Telephones, telegrams and other communication services.....	25,557,000	22,217,835	24,063,985
(9) Publication of departmental reports and other material..	2,948,500	2,696,585	2,482,262

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(10) Exhibits, advertising, films, broadcasting and displays..	835,000	943,170	668,403
(11) Office stationery, supplies, equipment and furnishings..	5,866,000	5,765,663	5,677,029
(12) Materials and supplies.....	104,352,000	97,941,187	104,618,927
Buildings and works, including land—			
(13) Construction or acquisition.....	26,140,000	28,764,698	31,909,654
(14) Repairs and upkeep.....	36,350,000	39,912,222	38,416,386
(15) Rentals.....	6,829,500	7,209,252	7,810,655
Equipment—			
(16) Construction or acquisition.....	273,504,000	203,380,689	224,919,328
(17) Repairs and upkeep.....	151,262,000	135,908,484	139,927,034
(18) Rentals.....	149,500	115,568	118,512
(19) Municipal or public utility services.....	23,835,000	22,464,753	23,513,385
(20) Contributions, grants, subsidies, etc., not included else- where—			
Mutual Aid.....	24,625,000	14,663,178	27,540,912
Sundry.....	4,186,555	4,252,628	3,969,183
	28,811,555	18,915,806	31,510,095
(21) Pensions, superannuation and other benefits—			
Government's contribution to the Canadian forces superannuation account.....	58,789,870	58,789,870	58,774,467
Payments under the Defence Services Pension Con- tinuation Act.....	8,554,378	8,554,378	8,148,863
Amortization of deferred charges arising out of salary increases—Canadian Forces superannuation account	16,760,400	16,760,400	13,440,400
Sundry.....	1,690,981	1,671,431	1,705,996
	85,795,629	85,776,079	82,069,726
(22) All other expenditures.....	18,130,189	41,172,953	24,426,236
	1,612,925,933	1,581,255,968	1,575,211,853
(34) Less—Estimated savings and recoverable items.....	33,675,000	32,809,184	37,376,990
	\$1,579,250,933	\$1,548,446,784	\$1,537,834,863

Estimated value of major services not included
in this departments appropriations

	1965-66	1964-65
Accommodation—provided by the Department of Public Works.....	3,761,500	3,640,400
Accommodation—in this Department's own buildings.....	55,706,000	59,181,200
Accounting and cheque issue services—Comptroller of the Treasury.....	4,123,900	4,244,200
Contributions to superannuation account—Department of Finance.....	12,117,700	13,316,200
Employee surgical-medical insurance premiums—Department of Finance.....	3,589,200	4,146,300
Employee compensation payments—Department of Labour.....	838,000	835,700
Carrying of franked mail—Post Office Department.....	485,400	569,300
	\$ 80,621,700	\$ 85,933,300

Advances to other Governments, etc.

Government of the United States of America.—Advances were made to the Government of the United States under individual Order in Council and Treasury Board authorities for materiel on order, equipment supplied and services rendered. The standing of these advances and the transactions in the current fiscal year are, in United States funds, as follows:

Service	To be accounted for— Mar. 31, 1965	Advances 1965-66	Liquidations 1965-66	*Refunds 1965-66	**To be accounted for— Mar. 31, 1966
Inspection Services.....		2,391			2,391
Navy.....	7,925,626	5,360,785	2,300,297	337,228	10,648,886
Army.....	27,232,204	20,635,571	13,538,468	87,247	34,242,060
Air.....	43,960,847	23,624,859	31,234,303	168,978	36,182,425
Defence Research Board.....	508,132	770,505	121,419	53,808	1,103,410
	\$ 79,626,809	\$ 50,394,111	\$ 47,194,487	\$ 647,261	\$ 82,179,172

*Refunds are due to cancellation of contracts or are unused balances.

**Due to contract re-determination, re-negotiation and inability to obtain firm information, the United States Services have not been in a position to present final billings on deliveries made and the estimated value in this category, included in the amount outstanding, is \$28,998,944 being represented by Inspection Services, \$2,391, Navy, \$5,929,392, Army, \$12,446,715, Air, \$9,963,071 and Defence Research Board \$657,375.

Government of the United Kingdom.—Advances were made to the United Kingdom Government under individual Order in Council and Treasury Board authorities for stores and equipment supplied and services rendered. The standing of these advances and the transactions in the current fiscal year are, in Canadian funds as follows:

Service	To be accounted for— Mar. 31, 1965	Advances 1965-66	Liquidations 1965-66	To be accounted for— Mar. 31, 1966
Navy.....	15,954,006	4,314,120	12,217,643	8,050,483
	<u>\$ 15,954,006</u>	<u>\$ 4,314,120</u>	<u>\$ 12,217,643</u>	<u>\$ 8,050,483</u>

Other advance payments:—

Payee	Amount of advance	Balance Mar. 31, 1965	Balance Mar. 31, 1966
<u>1960-61</u>			
Government of France..... Supply of electricity to RCAF Units (T.B. 574073, December 28, 1960).	\$ 7,207	\$ 6,819	\$ 843
<u>1961-62</u>			
British Army of the Rhine..... Rentals for dwelling units for Canadian Signals Troop (T.B. 570520, September 29, 1960 and T.B. 585267, September 21, 1961):	64,275	47,561	41,793
Gatineau Power Co..... For supply of electrical power (T.B. 577529, March 30, 1961).	29,000	26,352	25,408
Government of France..... For public utility services for RCAF (T.B. 574604, January 19, 1961).	159	159	159
<u>1962-63</u>			
British Army of the Rhine..... Rentals for dwelling units for Canadian Signals Troop (T.B. 585267, September 21, 1961).	137,912	52,715	52,715
<u>1963-64</u>			
Government of Italy..... Provision of facilities for RCAF in Italy (T.B. 575087, February 16, 1961, T.B. 612854, July 12, 1963 and T.B. 622042, March 20, 1964).	1,167,265	1,069,764	147,125
United Kingdom Government..... Supply tanks, bridges, fuel tanks, modification kits, machine guns, ferry, cartridges, trailers, spare parts, special tools, etc. (T.B. 565631, June 10, 1960, T.B. 586596, September 21, 1961, T.B. 589888, December 14, 1961, T.B. 615094, September 4, 1963, T.B. 615342, September 11, 1963, T.B. 618783, December 5, 1963, T.B. 619384, December 31, 1963, T.B. 620198, January 16, 1964, T.B. 620547, January 30, 1964, T.B. 620724, January 30, 1964 and T.B. 621757, February 21, 1964).	826,578	565,809	362,454
<u>1964-65</u>			
Government of Italy..... Provision of facilities for RCAF in Italy (T.B. 539388, October 27, 1958, T.B. 575087, February 16, 1961, T.B. 612854, July 12, 1963 and T.B. 622042, March 20, 1964).	1,149,762	928,185	243,337
National Film Board..... Production of film D2 Project 2-153-45	30,000	30,000	30,000

Payee	Amount of advance	Balance Mar. 31, 1965	Balance Mar. 31, 1966
United Kingdom Government.....	\$1,747,226	\$1,747,226	\$ 395,527
Supply modification kits, machine guns, fuel tanks, cartridges, special tools, etc. for maintenance support (T.B. 565631, June 10, 1960, T.B. 586596, September 21, 1961, T.B. 614073, August 3, 1963, T.B. 615342, September 11, 1963, T.B. 618783, December 5, 1963, T.B. 619385, December 19, 1963, T.B. 620198, January 16, 1964, T.B. 620547, January 30, 1964, T.B. 620724, January 30, 1964, T.B. 623724, April 9, 1964, T.B. 623873, April 9, 1964 and T.B. 624623, April 23, 1964).			
<u>1965-66</u>			
Government of Belgium.....	184,410		68,773
Cost of material, supplies and services for RCAF for operation of airfields (T.B. 557925, January 5, 1959).			
Federal Republic of Germany.....	390,321		390,321
For heating of married quarters for Canadian servicemen in Germany (T.B. 484558, March 25, 1955).			
Forsvarets Fubrikastyrelse.....	412,092		135,750
Guns, adapters, maintenance repair parts, ammunition and proof tests (T.B. 640051, April 29, 1965).			
Government of Italy.....	1,165,330		1,065,742
Provision of facilities for RCAF in Italy (T.B. 539388, October 27, 1958, T.B. 575087, February 16, 1961, T.B. 612854, July 12, 1963 and T.B. 622042, March 20, 1964).			
City of Montreal.....	150		150
Cost of thawing frozen hydrants and water lines and minor repairs to hydrants at Longue Pointe Ordnance Depot.			
Peacock Brothers Ltd.....	60,000		60,000
Operation, management and maintenance of Naval Engineering Test Establishment (T.B. 640708, May 19, 1965).			
United Aircraft of Canada Ltd.....	1,200,000		1,200,000
For purchase of helicopters, spare parts, special tools, etc. (T.B. 651203, February 10, 1966).			
United Kingdom Government.....	939,238		939,238
Supply maintenance spares for scout cars, Centurion tanks, special tools, demolition charges, etc. (T.B. 615342, September 11, 1963, T.B. 619385, December 19, 1963, T.B. 623873, April 9, 1964, T.B. 642742, June 30, 1965, T.B. 645788, September 20, 1965, T.B. 651947, March 3, 1966 and T.B. 651936, March 3, 1966).			

Financial Settlements

Canadian Forces, Republic of Cyprus.—Payments of \$627,783 were made to the Government of the United Kingdom for various supplies and services.

Canadian Base Units, Europe.—Logistic support for the Canadian Brigade is received through the British Army of the Rhine from United Kingdom, Belgian and German sources. Recurring items are settled on a per capita basis and non-recurring items on the basis of actual costs. Payments made in this connection during the fiscal year amounted to \$12,166,451.

Payments of \$1,733,849 were made to the Federal Republic of Germany for rental of married quarters of Canadian servicemen in Germany.

Payments of \$58,779 were made to the Government of the United Kingdom for various supplies and services.

RCAF Air Division, Europe.—Certain logistic support for this division is received from French and United States sources on a recoverable basis. Payments in this connection were made to the Government of France, \$3,261,877, and the Government of the United States of America, \$4,828,101.

Payments of \$924,952 were made to the Federal Republic of Germany for rental of married quarters of Canadian servicemen in Germany.

Pay and Allowances

Rates detailed in the following statement apply to the Royal Canadian Navy, Canadian Army and the Royal Canadian Air Force and were in effect as at March 31, 1966.

The Chief of Defence Staff is paid a consolidated rate of \$25,000 per annum and the Vice Chief of the Defence Staff a consolidated rate of \$24,000 per annum under authority of P.C. 1964-18/1161, July 30, 1964, effective August 1, 1964.

Unless otherwise stated, the rates of pay and allowances quoted are monthly rates.

		Pay						Allowances			
Rank		Basic rate	After 2 yrs. in rank	After 3 yrs. in rank	After 4 yrs. in rank	After 6 yrs. in rank	After 8 yrs. in rank	*Marriage allowance	†Sub- sistence allowance		
									(a)	(b)	
**Navy	Vice Admiral.....	\$1,667						\$ 40	\$180	\$210	
Army	Lieutenant General.....										
Air	Air Marshal.....										
Navy	Rear Admiral.....	1,509						40	165	195	
Army	Major General.....										
Air	Air Vice Marshal.....										
Navy	Commodore.....	1,249	\$1,299		\$1,349			40	153	180	
Army	Brigadier.....										
Air	Air Commodore.....										
Navy	Captain.....	974	1,019		1,064			40	139	165	
Army	Colonel.....										
Air	Group Captain.....										
Navy	Commander.....	764	789		814	\$ 839	\$ 864	40	126	150	
Army	Lieutenant-Colonel.....										
Air	Wing Commander.....										
Navy	Lieutenant Commander.....	600	625		650	675	700	40	113	135	
Army	Major.....										
Air	Squadron Leader.....										
Navy	Lieutenant.....	453	473		493	513	533	40	95	125	
Army	Captain.....										
Air	Flight Lieutenant.....										
Navy	Sub-Lieutenant.....	346	\$ 386		401			40	90	125	
Army	Lieutenant.....										
Air	Flying Officer.....										
Navy	Acting Sub-Lieutenant..	250						40	75	110	
Army	2nd Lieutenant.....										
Air	Pilot Officer.....										
Navy	Commissioned Officer ...	423	438		453	468	483	40	95	125	
Army	Commissioned from Warrant Rank or Staff Sergeant.....										
Air	Commissioned from Warrant Rank or Flight Sergeant.....										

		Pay					Allowances		
Rank		Basic rate	After 2 yrs. in rank	After 3 yrs. in rank	After 4 yrs. in rank	After 6 yrs. in rank	After 8 yrs. in rank	*Marriage allowance	†Sub- sistence allowance
		(a) (b)							
Navy	Chief Petty Officer 1st Class								
Army	Warrant Officer Class 1								
Air	Warrant Officer Class 1								
	Standard Group.....	347	357		367	377			
	Group 1.....	359	369		379	389			
	Group 2.....	383	393		403	413			
	Group 3.....	401	411		421	431			
	Group 3X.....	407	417		427	437			
	Group 3A.....	410	420		430	440	30	95	110
	Group 3Y.....	413	423		433	443			
	Group 3Z.....	419	429		439	449			
	Group 4.....	419	429		439	449			
	Group 4A.....	437	447		457	467			
Navy	Chief Petty Officer 2nd Class								
Army	Warrant Officer Class II								
Air	Warrant Officer Class II								
	Standard Group.....	311	318		325	332			
	Group 1.....	323	330		337	344			
	Group 2.....	347	354		361	368			
	Group 3.....	365	372		379	386			
	Group 3X.....	371	378		385	392			
	Group 3A.....	374	381		388	395	30	85	105
	Group 3Y.....	377	384		391	398			
	Group 3Z.....	383	390		397	404			
	Group 4.....	383	390		397	404			
	Group 4A.....	401	408		415	422			
Navy	Petty Officer 1st Class								
Army	Squadron, Battery or Company Quartermaster Sergeant and Staff Sergeant								
Air	Flight Sergeant								
	Standard Group.....	272	278		284	290			
	Group 1.....	284	290		296	302			
	Group 2.....	308	314		320	326			
	Group 3.....	326	332		338	344			
	Group 3X.....	332	338		344	350			
	Group 3A.....	335	341		347	353	30	85	105
	Group 3Y.....	338	344		350	356			
	Group 3Z.....	344	350		356	362			
	Group 4.....	344	350		356	362			
	Group 4A.....	362	368		374	380			
Navy	Petty Officer 2nd Class								
Army	Sergeant								
Air	Sergeant								
	Standard Group.....	239	244		249	254			
	Group 1.....	251	256		261	266			
	Group 2.....	275	280		285	290			
	Group 3.....	293	298		303	308			
	Group 3X.....	299	304		309	314			
	Group 3A.....	302	307		312	317	30	75	105
	Group 3Y.....	305	310		315	320			
	Group 3Z.....	311	316		321	326			
	Group 4.....	311	316		321	326			
	Group 4A.....	329	334		339	344			

	Rank	Basic rate	Pay					Allowances		
			After 2 yrs. in rank	After 3 yrs. in rank	After 4 yrs. in rank	After 6 yrs. in rank	After 8 yrs. in rank	*Marriage allowance	†Sub- sistence allowance	(a) (b)
Navy	Leading Seaman									
Army	Bombardier and Corporal									
Air	Corporal									
	Standard Group.....	215	219		223	227				
	Group 1.....	227	231		235	239				
	Group 2.....	251	255		259	263				
	Group 3.....	269	273		277	281				
	Group 3X.....	275	279		283	287				
	Group 3A.....	278	282		286	290		30	65	100
	Group 3Y.....	281	285		289	293				
	Group 3Z.....	287	291		295	299				
	Group 4.....	287	291		295	299				
	Group 4A.....	305	309		313	317				
Army	Private, holding appointment of Lance Bombardier or Lance Corporal									
	Standard Group.....	209								
	Group 1.....	221								
	Group 2.....	245								
	Group 3.....	263								
	Group 3X.....	269								
	Group 3A.....	272						30	65	100
	Group 3Y.....	275								
	Group 3Z.....	281								
	Group 4.....	281								
	Group 4A.....	299								
Navy	Able Seaman									
Army	Trooper, Gunner, Sapper, Signalman, Driver, Private, Guardsman, Fusilier, Rifleman, Craftsman (1st Class)									
Air	Leading Aircraftsman									
	Standard Group.....	146	171		206					
	Group 1.....	158	183		218					
	Group 2.....	182	207		242					
	Group 3.....	200	225		260					
	Group 3X.....	206	231		266					
	Group 3A.....	209	234		269			30	65	100
	Group 3Y.....	212	237		272					
	Group 3Z.....	218	243		278					
	Group 4.....	218	243		278					
	Group 4A.....	236	261		296					
Navy	Ordinary Seaman (Trained)									
Army	Trooper, Gunner, Sapper, Signalman, Driver, Private, Guardsman, Fusilier, Rifleman, Craftsman (2nd Class)									
Air	Aircraftsman (1st Class)									
	Standard Group.....	124								
	Group 1.....	136								
	Group 2.....	160								
	Group 3.....	178								
	Group 3X.....	184								
	Group 3A.....	187						30	65	100
	Group 3Y.....	190								
	Group 3Z.....	196								
	Group 4.....	196								
	Group 4A.....	214								

		Pay					Allowances	
Rank	Basic rate	After 2 yrs. in rank	After 3 yrs. in rank	After 4 yrs. in rank	After 6 yrs. in rank	After 8 yrs. in rank	*Marriage allowance	†Subsistence allowance
Navy	Ordinary Seaman (on entry)							(a) (b)
Army	Trooper, Gunner, Sapper, Signalman, Driver, Private, Guardsman, Fusilier, Rifleman, Craftsman (Recruit)							
Air	Aircraftsman (2nd Class)							
	Standard Group.....	117						
	Group 1.....	129						
	Group 2.....	153						
	Group 3.....	171						
	Group 3X.....	177						
	Group 3A.....	180					30	65 100
	Group 3Y.....	183						
	Group 3Z.....	189						
	Group 4.....	189						
	Group 4A.....	207						
Navy	Ordinary Seaman (under 17 yrs. of age)	65						
Army	Soldier (under 17 yrs. of age)							65
Air	Aircraftsman (under 17 yrs. of age).....							

**Authorized by P.C. 1964-17/1161, July 30, 1964, effective August 1, 1964.

*Subject to a reduction of \$10 per month if occupying permanent married quarters or \$2.50 per month if occupying temporary married quarters.

†Payable if appropriate quarters are not available at normal place of duty and rations are not provided. If either is provided, the allowance is subject to reduction.

- (a) Personnel not in receipt of marriage allowance.
- (b) Personnel in receipt of marriage allowance.

In connection with the above group headings, enlistments are usually to the Standard Group but, where the candidate possesses special trade qualifications, he may be enlisted in one of the higher groups. The requirement for eligibility to draw pay in any group above Standard is for the individual to pass a trade test set by the Service. Such tests are carried out periodically.

Aircrew Allowances.—P.C. 1956-2/1274, August 16, 1956, effective July 1, 1956, as amended by P.C. 1957-13/1575, November 28, 1957, authorized payment of Aircrew Allowance to an officer or man who is undergoing flying training to become aircrew or who is aircrew having qualified to the prescribed standard and has been awarded a flying badge in recognition thereof, in the amounts shown in column “A” or “B” of the table hereunder, if he is on the strength of a designated flying unit and fills an appointment requiring active and continuous engagement in flying duties; or in column “C” or “D”, if he maintains his flying proficiency, and, he is on the strength of a designated flying unit, but does not fill an appointment requiring active and continuous engagement in flying duties, or he is not on the strength of a designated flying unit.

*Rank (Air Force)	Regular Force and Reserves on continuous or special duty with the Regular Force Column “A”	Reserve Column “B”	Regular Force Column “C”	Reserve Column “D”
Above Wing Commander.....	\$135	\$125	\$100	\$90
Wing Commander and Squadron Leader...	150	125	100	90
Flight Lieutenant.....	135	110	100	90
Flying Officer.....	125	100	100	90
Pilot Officer and below.....	75	75	75	75

*And equivalent ranks in Army and Navy.

Medical Officer Allowance.—P.C. 1960-1490, October 31, 1960, effective October 1, 1960 as amended by P.C. 1965-1/363, March 1, 1965, effective October 1, 1964, provides that an officer below the rank of Air Commodore or equivalent rank who holds a commission as a medical officer, shall be paid a Medical Officer's allowance ranging from \$100 to \$350 per month, depending on his rank and period of service in that rank.

Specialist's Allowance.—P.C. 1964-12/1, January 3, 1964, effective January 3, 1964, provides that a medical officer of the rank of Squadron Leader and Wing Commander and equivalent rank who holds a Specialist's Certificate shall under certain conditions be paid a specialist's allowance ranging from \$38 to \$60 per month depending upon his rank and period of service in that rank.

Dental Officer Allowance.—P.C. 1960-1490, October 31, 1960, effective October 1, 1960, as amended by P.C. 1965-1/363, March 1, 1965, effective October 1, 1964, provides that an officer, below the rank of Brigadier, who holds a commission as a dental officer, shall be paid Dental Officer allowance ranging from \$100 to \$275 per month, depending upon his rank and period of service in that rank.

Legal Officer Allowance.—P.C. 1963-1/735, May 14, 1963, effective October 1, 1962, as amended by P.C. 1965-1/363, March 1, 1965, effective October 1, 1964, provides that an officer above the rank of Flight Lieutenant or equivalent rank who holds a commission as a legal officer and is filling a designated appointment shall be paid a legal officer's allowance ranging from \$50 to \$250 per month, depending upon his rank and the period of service in that rank.

Clothing Upkeep Allowance.—P.C. 1955-19/447, March 30, 1955, as amended by P.C. 1958-12/604, May 1, 1958, effective April 1, 1958 and P.C. 1966-5/106, January 19, 1966, effective January 1, 1966, provides that a man of the Regular Forces or of the Reserves performing continuous duty shall be paid a clothing upkeep allowance to enable him to replace the free clothing issued on first enrolment. The rates authorized are \$8 per month for Chief Petty Officers 1st Class, Chief Petty Officers 2nd Class, Petty Officers 1st Class and all female members of the forces except officers and Warrant Officers 1st Class. For Warrant Officers 2nd Class, Petty Officers 2nd Class and ranks below the rate is \$7 per month.

Separated Family's Allowance.—Under certain conditions set forth in Service regulations, this allowance, ranging from \$50 per month for ranks below Sergeant or equivalent rank to \$210 per month for a Major General or equivalent rank, is payable to members of the Forces in receipt of marriage allowance who are obliged to live apart from their families because appropriate accommodation is not available or who have not been authorized to move their families to their place of duty at public expense. An additional \$15 per month is payable if there are any dependent children.

Allowances under Foreign Service Regulations.—P.C. 1962-13/660, May 2, 1962, effective May 1, 1962, authorized payment of the following allowances to members of the Armed Forces posted for duty to a country outside Canada: foreign service allowance—based on the cost of living at the place of duty, the rank of the serving member, marital status and the number of children residing with him; rent allowance—reimbursement of rent paid in excess of the member's basic share to a maximum determined by his rank; education allowance—reimbursement of actual expenses for the education of dependent children under 19 years of age, to the maxima prescribed in the regulations, where adequate free educational facilities are not available; and educational travelling allowance—to permit the child, if attending school at a location other than the member's place of duty, to visit his parents or vice versa once each year.

Officers, who have been designated by the Treasury Board to hold a specific diplomatic rank, are entitled to the following additional allowances in the amounts and under the same conditions as approved for officers of comparable status of the Department of External Affairs: direct and indirect representational allowances; club allowance; tropical clothing allowance; and a post differential allowance. The monthly rates of representational allowances and rent allowance in effect as at March 31, 1966, for these officers, are detailed hereunder.

Appointment and place	Rank	Representational allowance		Rental allowance
		Direct	Indirect	
Service Attaché, Brussels, Belgium.....	Group Captain.....	\$108	\$157	\$202
Service Attaché, Prague, Czechoslovakia.....	Group Captain.....	128	157	
Service Attaché, Cairo, Egypt.....	Colonel.....	103	157	178
Service Attaché, Paris, France.....	Colonel.....	180	157	404
Service Attaché, Bonn, Germany.....	Colonel.....	132	157	337
Service Attaché, Tel-Aviv, Israel.....	Colonel.....	101	157	171
Service Attaché, Rome, Italy.....	Group Captain.....	162	157	272
Service Attaché, Tokyo, Japan.....	Captain.....	152	157	

Appointment and place	Rank	Representational allowance		Rental allowance
		Direct	Indirect	
Service Attaché, The Hague, The Netherlands.....	Captain.....	124	157	182
Service Attaché, Oslo, Norway.....	Captain.....	169	157	185
Service Attaché, Warsaw, Poland.....	Group Captain.....	150	157	
Service Attaché, Warsaw, Poland.....	Colonel.....	150	157	
Service Attaché, Moscow, Russia.....	Colonel.....	184	157	
Service Attaché, Moscow, Russia.....	Captain.....	184	157	
Service Attaché, Moscow, Russia.....	Group Captain.....	184	157	
Assistant Service Attaché, Moscow, Russia.....	Squadron Leader.....	146	135	
Service Attaché, Stockholm, Sweden.....	Group Captain.....	161	157	251
Service Attaché, Ankara, Turkey.....	Colonel.....	130	157	176
Service Attaché, Belgrade, Yugoslavia.....	Colonel.....	122	157	188
Assistant Service Attaché, Nicosia, Cyprus.....	Lieutenant Colonel.....	77	90	
Military Advisers to Canadian High Commissioners at:				
Accra, Ghana.....	Colonel.....	189	157	
New Delhi, India.....	Group Captain.....	140	157	421
Karachi, Pakistan.....	Colonel.....	140	157	
Canadian Representative Officer, Seoul, Korea.....	Major.....	67		
Commander, Canadian Forces Advisory and Training Team, Dar es Salaam, Tanzania.....				
Air Adviser.....	Colonel.....	103	157	
Civilian Member.....	Group Captain.....	68	135	
	Major.....	68	135	
Canadian Standardization Representative to Australia, Canberra, Australia.....	Major.....	72	112	203
Senior Equipment Staff Officer RAAF Headquarters Support Command, Melbourne, Australia.....	Squadron Leader.....	73		206
Deputy Commander in Chief of the Canada-United States Air Defence Command, Colorado Springs, U.S.A.....	Air Marshal.....	212	225	380
Canadian National Military Representative, SHAPE, Paris, France.....	Group Captain.....	166	157	228
Military Adviser to the Permanent Representative of Canada on the North Atlantic Council, Paris, France.....	Colonel.....	166	157	244
Alternate and Deputy to the Canadian Member of the NATO Armaments Committee, Paris, France.....	Lieutenant Colonel.....	125	135	222
Canadian Joint Defence Liaison Staff, London, England				
Commander.....	Air Commodore.....	180	225	275
Senior Naval Liaison Officer.....	Captain.....	109	157	236
Senior Army Liaison Officer.....	Colonel.....	109	157	235
Senior Air Liaison Officer.....	Group Captain.....	109	157	215
Deputy Naval Liaison Officer.....	Commander.....	62	112	235
Deputy Army Liaison Officer.....	Lieutenant Colonel.....	62	112	343
Deputy Air Liaison Officer.....	Wing Commander.....	62	112	190
Senior Administrative Officer.....	Lieutenant Colonel.....	62	112	223
Canadian Joint Defence Liaison Staff, Washington, U.S.A.				
Commander.....	Rear Admiral.....	323*	275*	383
Naval Attaché.....	Captain.....	178	180	245
Army Attaché.....	Brigadier.....	178	180	245
Air Attaché.....	Air Commodore.....	178	180	272
Assistant Naval Attaché.....	Commander.....	137	157	221
Assistant Army Attaché.....	Colonel.....	137	157	182
Assistant Air Attaché.....	Group Captain.....	137	157	245
Executive Staff Officer.....	Group Captain.....	71		206
Military Adviser to Canadian Permanent Mission to the United Nations.....	Lieutenant Colonel.....	162		

*Authorized by T.B. 640506, July 8, 1965

Overseas Allowances.—P.C. 1962-829, June 12, 1962, effective May 1, 1962 authorized payments of allowances to members of the Armed Forces posted to a unit of the Canadian Infantry Brigade or 1 Air Division as follows: living in allowance—this is payable to members who are provided with public quarters and is based on the cost of living at the place of duty, rank of the member and marital status; living out increment—an amount, approved by the Treasury Board on the basis of cost surveys, by which the accommodation cost for the rank category exceeds the average loss in allowances which would be incurred on occupying married quarters; living conditions differential—payable as compensation for extremely low standards of accommodation in certain specified localities; children's allowance—to compensate for family allowance.

Foreign Allowance.—This allowance is payable to members of the Armed Forces, while serving outside Canada for a period in excess of 30 days, who are not in receipt of foreign service allowances or overseas allowances. The rates range from \$9 per month for Corporal and equivalent rank and ranks below to \$55 for Major General and equivalent ranks.

Isolation Allowance.—P.C. 1959-1/1297, October 8, 1959, effective October 1, 1959, authorized payment of an isolation allowance to members of the three services posted for duty at a place designated as an isolated post. The allowance varies according to conditions at various posts and ranges from \$4 to \$175 for accompanied personnel and \$3 to \$100 for unaccompanied personnel.

Special Allowances payable to Naval, Military and Air Force Personnel on duty in Indo-China with the International Supervisory Commissions.—P.C. 1954-41/1612, October 28, 1954, effective August 11, 1954, authorized payment of special supplementary and representational allowances to officers of the Canadian Forces on duty in Indo-China who have been designated as foreign service officers for allowance purposes and special supplementary allowances to other officers and other ranks of the Canadian Forces on duty in Indo-China.

The monthly rates for officers and men of the Armed Forces on duty in Indo-China other than Saigon, South Vietnam are as follows: (a) special supplementary and representational allowances, Lieutenant, Captain and equivalent, \$173; Major and equivalent, \$203; Lieutenant Colonel and equivalent, \$266; Colonel and equivalent, \$285; Brigadier and above and equivalent, \$308; (b) special supplementary allowances, Corporal and below and equivalent, \$54; Sergeant, Second Lieutenant and equivalent, \$61; Staff Sergeant and equivalent, \$71; Lieutenant, Warrant Officer Class 2 and equivalent, \$80; Warrant Officer Class 1 and equivalent, \$93; Captain and equivalent, \$107; Major and equivalent, \$122; Lieutenant Colonel and above and equivalent, \$170.

P.C. 1956-31/1831, December 13, 1956, effective August 1, 1956, authorized special supplementary and representational allowances to officers of the Armed Forces on duty in Saigon, South Vietnam as follows: Lieutenant, Captain and equivalent, \$157; Major and equivalent, \$183; Lieutenant Colonel and equivalent, \$242; Colonel and equivalent, \$256; Brigadier and above and equivalent, \$274.

In addition to the above, officers are paid \$100 special outfit allowance to equip themselves with tropical uniforms and basic minimum items of civilian clothing; men are permitted to purchase tropical uniforms on a reimbursement basis on the same scale authorized for officers and are paid a special allowance of \$30 to purchase basic minimum items of civilian clothing as authorized by P.C. 1954-48/1577, October 19, 1954.

Special Supplementary Allowance—United Nations Emergency Force.—P.C. 1957-20/626, May 3, 1957, as amended by P.C. 1962-6/567, April 19, 1962, effective February 1, 1962, authorized payment of a special supplementary allowance of \$39 per month to officers and men of the Armed Forces serving in the United Nations Emergency Force while stationed in the Middle East.

Special Allowance—Cyprus.—P.C. 1964-21/435, March 26, 1964, effective March 14, 1964, authorized payment of a special allowance of \$69 per month to members of the Armed Forces serving in Cyprus for periods in excess of 30 days.

Forced Retirement Benefits.—P.C. 1964-15/1239, August 13, 1964, effective May 7, 1964, as amended by P.C. 1966-4/106, January 19, 1966, authorized a special benefit to officers and men released or denied re-engagement by reason of reductions in establishments. Benefits are based on years of service and time not served to compulsory release age at rates computed on the basis of monthly pay and allowances. These benefits do not apply when the release is effected after May 6, 1966, unless the release was approved prior to that date.

Re-engagement Bonus.—P.C. 1966-1/335, February 22, 1966, effective February 1, 1966, authorized payment of a re-engagement bonus for men of the Regular Forces at first and subsequent re-engagement at \$200 per annum for each year of the re-engagement period. In addition it provided a one time cash bonus, for all men of the Regular Forces who have already re-engaged, calculated at the same rate from February 1, 1966, pro-rated over the number of full months remaining on the unexpired portion of the member's re-engagement or to retirement.

Sea Duty Allowance.—P.C. 1965-1/1777, September, 30, 1965, effective October 1, 1965, provided that an officer or man serving in one of Her Majesty's Canadian ships shall be paid an allowance of \$15 per month for the entire period during which he is posted to the ship other than temporarily:

Travelling Allowances.—P.C. 1958-25/1200, August 28, 1958, as amended by P.C. 1961-7/1666, November 23, 1961, effective November 23, 1961, authorized travelling allowances at daily rates as detailed below:

*Rank (Army)	In lieu of			
	Quarters and rations Column "A"	Quarters only Column "B"	Rations only	Quarters and rations provided
	Payable for not more than 30 days at one location			
Brigadier and above.....	\$13 00	\$6 50	\$6 50	\$1 20
Colonel.....	11 00	5 50	5 50	1 20
Lieutenant Colonel and Major.....	10 50	5 00	5 50	1 20
Captain, Lieutenant and 2nd Lieutenant.....	9 50	4 50	5 00	1 20
Warrant Officer Class 1.....	8 50	3 50	5 00	20
Warrant Officer Class 2 and below.....	7 75	3 00	4 75	20†

*And equivalent rank in Navy and Air Force.

†Not payable to ranks below Sergeant.

P.C. 1958-25/1200 provides also for payment of a lodging allowance increment, at the following daily rates, to personnel who are away from their unit on duty in an area designated as a high-cost area and are entitled to a travelling allowance under column "A" or "B" of the above table: Captain and below and equivalent, \$2; Lieutenant Colonel and Major and equivalent, \$2.50; Colonel and above and equivalent, \$3.

Firm Price Contracts of \$100,000 or over and Cost Plus Contracts of \$10,000 or over for Construction and Major Repairs of Works, Buildings and Facilities and for Architectural, Engineering and Survey Services in connection therewith

- NOTES—(a) All major construction was arranged through Defence Construction (1951) Limited with the exception of aerodromes and housing which were arranged through the Department of Transport and Central Mortgage and Housing Corporation respectively.
 (b) Contracts reported in previous years which have been reduced in the current fiscal year below the limits given above are also listed.
 (c) This list includes contracts or agreements in respect of contributions to municipalities, etc., for construction of schools, water and other services.
 (f) Including final payment.

Location	Amount of contract	Year of contract	Expenditures in 1965-66	Expenditures to date	Holdbacks
<u>Contractor and projects</u>					
NAVAL SERVICES					
<i>Nova Scotia</i>					
Blandford					
Arno Electric Ltd					
Supply and erection of main sub-station \$	103,774	1964-65	\$ 103,774	\$ 103,774 (f)	
C D Davison & Company					
Architectural and engineering services necessary for design of accommodation building — fee of 3½ per cent of actual cost of construction plus certain other expenses authorized in the contract....	22,600	1965-66	17,443	17,443	\$ 1,680
McDonald Construction Co Ltd					
Construction of receiver building.....	383,253	1963-64	54,610	383,253 (f)	
Dartmouth (HMCS <i>Shearwater</i>)					
Blunden Supplies Ltd					
Alterations to building.....	186,230	1964-65	156,312	186,230	9,312
Cambrian Construction Ltd					
Construction of air maintenance depot...	618,511	1964-65	593,930	612,775	30,639
McDonald Construction Co Ltd					
Construction of squadron line hangars "E" and "F".....	616,228	1962-63		616,228	521
Deepbrook (HMCS <i>Cornwallis</i>)					
Fundy Construction Co Ltd					
Remodelling buildings 34-8 and 34-13....	495,678	1963-64	1,500	495,678 (f)	
Malach Roofing & Flooring Ltd					
Construction of concrete foundation walls and renovations to 9 buildings.....	174,560	1965-66	158,563	158,563	7,928
Rodney Contractors Ltd					
Construction of earth fill dam and water transmission main with appurtenances, water supply system.....	473,638	1963-64		473,638 (f)	

Location Contractor and projects	Amount of contract	Year of contract	Expenditures in 1965-66	Expenditures to date	Holdbacks
NAVAL SERVICES—Continued					
<i>Nova Scotia—Concluded</i>					
Halifax					
The Foundation Co of Canada Ltd					
Construction of drydocking facility.....	3,793,284	1965-66	57,100	57,100	2,855
Province of Nova Scotia					
Contribution toward the cost of construction of the York Redoubt Road.....	135,000	1962-63	7,823	108,995	
Pearlson Engineering Co Inc					
Design and supply synerolift equipment for drydocking facility.....	553,910	1965-66	59,096	59,096	8,864
J Philip Vaughan & Associates Ltd					
Engineering services for drydocking facility (contract under \$100,000 in 1964-65 and payments were \$30,000) (T.B. 643065, July 8, 1965, authorized an increase of \$127,000 to provide additional engineering services).....	128,802	1964-65	91,600	121,600	12,160
Shelburne					
Atlas Construction Co Ltd					
Construction of fuel storage facilities at Shelburne Naval Base.....	1,038,982	1962-63	1,314	1,038,982 (f)	
Kenney Construction Co Ltd					
Repair and rehabilitation of marine railway drydock.....	266,387	1962-63	640	266,387 (f)	
F J Williams Associates Ltd					
Design of fuel storage facilities — fee of 3 per cent of actual cost of construction plus certain other expenses authorized in the contract.....	34,854	1962-63	3,072	34,854 (f)	
<i>New Brunswick</i>					
Coverdale					
Leblanc Gaudet & Associates					
Design of operations building — fee of 3½ per cent of actual cost of construction plus certain other expenses authorized in the contract.....	16,265	1963-64	5,075	16,265 (f)	
<i>Quebec</i>					
Ville La Salle					
Sestock Construction Ltd					
Additions and alterations to building No. 8 Naval Supply Depot.....	268,336	1964-65	276	268,336 (f)	
<i>British Columbia</i>					
Esquimalt					
Associated Engineering Services Ltd					
Design of sanitary sewage system — fee of 3½ per cent of actual cost of construction plus certain other expenses authorized in the contract.....	22,000	1964-65	2,868	16,502	1,650
Burns & Dutton Construction (1962) Ltd					
Construction of crane track and services..	223,149	1965-66	223,149	233,149	11,157
CBA Engineering Ltd					
Design of utility services tunnel — fee of 4 per cent of actual cost of construction plus certain other expenses authorized in the contract.....	24,842	1963-64	92	24,842 (f)	
Nanoose Bay					
Stevenson Construction Co Ltd					
Construction of underwater weapons range.....	402,558	1965-66	380,973	380,973	19,049

Location	Amount of contract	Year of contract	Expenditures in 1965-66	Expenditures to date	Holdbacks
<u>Contractor and projects</u>					
NAVAL SERVICES—Concluded					
<i>Bermuda</i>					
Hamilton					
Bermuda Crown Lands Corporation					
Construction of HF/DF installation (P.C. 1966-5/522, March 23, 1966 authorized an increase of \$100,000 to cover in- creased costs of labour and material and essential work found necessary) (amends reporting in Public Accounts 1964-65).....	192,784	1963-64	47,865	140,649	
ARMY SERVICES					
<i>Newfoundland</i>					
St John's					
Hillcrest Contracting Ltd					
Construction of drill hall.....	293,251	1965-66	292,002	292,002	14,600
<i>Nova Scotia</i>					
Halifax					
Community Enterprises Ltd					
Extension to detail issue supply depot building.....	315,677	1963-64		315,677 (f)	
<i>New Brunswick</i>					
Gagetown					
Butts Ross & Associates Ltd					
Design of storm and sanitary sewers—fee of 3.85 per cent of actual cost of con- struction.....	21,547	1964-65		17,000	
Combustion Engineering-Superheater Ltd					
Complete retubing of No. 2 C E Lamont boiler located in the heating plant.....	208,732	1964-65	33,762	208,732 (f)	
Retubing water generating unit.....	231,046	1965-66	231,046	231,046 (f)	
Modern Construction Ltd					
Construction of QM and technical stores buildings, garage and erection of 5 butler type buildings.....	824,956	1964-65	31,988	823,877	2,159
New Brunswick Electric Power Commission					
Installation of electrical power distribu- tion, street lighting and fire alarm system (married quarters area).....	194,738	1958-59		194,738 (f)	
Noren Construction (Maritimes) Ltd					
Construction of 300 housing units with site works, services and landscaping... 30-4301	3,671,100	1964-65	1,032,727	3,624,905	182,245
St Lawrence Steeplejacks Ltd					
Repainting interior of 649 permanent married quarters.....	124,740	1963-64	2,149	124,740 (f)	
Simpson Construction Ltd					
Construction of training building and 6 butler type buildings (contract finalized in 1964-65 and re-opened in 1965-66 to provide for a claim re federal sales tax). 30-4301	451,477	1963-64	4,382	451,477 (f)	
Wiggs Walford Frost & Lindsay and H Ross Wiggs					
Architectural services for army training camp—cost plus fixed fee of \$186,509..	1,076,526	1952-53		1,070,383	
<i>Quebec</i>					
Bouchard					
E M Construction Ltee					
Construction of ammunition repair build- ing.....	278,278	1965-66	139,448	139,448	6,972

Location <u>Contractor and projects</u>	<u>Amount of contract</u>	<u>Year of contract</u>	<u>Expenditures in 1965-66</u>	<u>Expenditures to date</u>	<u>Holdbacks</u>
ARMY SERVICES—Continued					
<i>Quebec—Concluded</i>					
Longue Pointe					
J Becker Inc					
Renovate heating system 25 COD.....	198,652	1965-66	114,029	114,029	5,701
Harbour Electric Ltd					
Rewiring alterations and painting of build- ings.....	124,044	1965-66	63,353	63,353	3,168
Sestock Construction Ltd					
Alterations to building No. 7.....	137,131	1963-64		137,131 (f)	
Montreal					
C D Howe Co Ltd					
Design of ammunition repair building — fee of 5 per cent of actual cost of con- struction plus certain other expenses authorized in the contract (fee increased by change order from 4.2 per cent to 5 per cent).....	21,200	1963-64	1,657	21,200 (f)	
Valcartier					
Allan Construction Ltd					
Construction of command medical equip- ment depot, inflammable stores build- ing and outside services.....	410,331	1958-59		407,082	
Barnabe & Fils Ltee					
Extension to Roman Catholic boy's school	135,516	1964-65	14,030	135,516 (f)	
General Structures Inc					
New metal roofs for 5 buildings.....	155,536	1964-65	33,436	155,536 (f)	
Magloire Cauchon Ltee					
Construction of administration building and outside services.....	342,000	1965-66	24,660	24,660	1,233
Tellier & Groleau Inc					
Construction of 180 man barrack block and extension to underground steam distribution system.....	598,107	1964-65	491,483	587,620	29,381
Construction of 180 man barrack block...	626,000	1965-66	87,367	87,367	4,368
Leo Turcotte					
Design of hospital and dental clinic—fee of 4.2 per cent of actual cost of con- struction plus certain other expenses authorized in the contract (amends reporting in Public Accounts 1964-65 fee reported as 4½ per cent instead of 4.2 per cent).....	24,200	1961-62		18,230	1,559
<i>Ontario</i>					
Barriefield					
Nicholas Fodor & Associates Ltd					
Design of extension to central heating plant—fee of 3½ per cent of actual cost of construction plus certain other ex- penses authorized in the contract.....	12,380	1964-65	6,518	10,686	
Camp Borden					
Ellis-Don Ltd					
Construction of Q M and technical stores building (T.B. 649350, December 29, 1965, authorized an increase of \$5,326 to provide for additional work per- formed and additional costs incurred in the prolongation of the contract for reasons attributable to carrying out the work as directed by the Crown).....	223,955	1960-61	5,326	223,955 (f)	

Location	Amount of contract	Year of contract	Expenditures in 1965-66	Expenditures to date	Holdbacks
Contractor and projects					
<i>ARMY SERVICES—Continued</i>					
<i>Ontario—Continued</i>					
Construction of officers' quarters building and officers' mess building (T.B. 649350, December 29, 1965, authorized an increase of \$24,088 to provide for additional work performed and additional costs incurred in the prolongation of the contract for reasons attributable to carrying out the work as directed by the Crown).....	556,796	1960-61	24,088	556,796 (f)	
Construction of officers' quarters (RCASC) and officers' quarters (CFMSTC) (T.B. 649350, December 29, 1965, authorized an increase of \$13,185 to provide for additional work performed and additional costs incurred in the prolongation of the contract for reasons attributable to carrying out the work as directed by the Crown).....	339,495	1960-61	13,185	339,495 (f)	
Completion of residual work and construction of junior ranks' club and lecture training building (T.B. 649350, December 29, 1965, authorized an increase of \$21,075 to provide for additional work performed and additional costs incurred in the prolongation of the contract for reasons attributable to carrying out the work as directed by the Crown).....	567,591	1961-62	21,075	567,591 (f)	
Sample-Gooder & Co Ltd Reroofing and repairs to various buildings	105,500	1965-66	18,840	18,840	942
<i>Hamilton</i>					
Toronto Building Cleaning & Tuckpointing Ltd Exterior repairs, James St Armoury.....	127,040	1964-65	122,919	122,919	6,146
<i>Kingston</i>					
G E Beml & Associates Design of dormitory, Royal Military College — fee of 3½ per cent of actual cost of construction.....	50,462	1963-64	1,130	50,462 (f)	
M Sullivan & Son Ltd Construction of new dormitory building..	1,410,526	1964-65	476,688	1,410,526	54,027
Renovations to the Stone Frigate Building, Royal Military College.....	321,716	1965-66	294,832	294,832	14,742
<i>Petawawa</i>					
Dominion Bridge Co Ltd Construction of a 500,000 imperial gallon steel elevated water storage tank.....	221,093	1963-64		221,093	625
Govan Ferguson Lindsay Kaminker Langley Keenleyside Preliminary design of hospital—fee of 1.4 per cent of estimated cost of construction (Contract was under \$10,000 in 1964-65 and payments in previous years were \$3,791).....	15,551	1961-62	11,760	15,551 (f)	
Malach Roofing & Flooring Ltd Reroofing and roofing repairs to various buildings.....	100,444	1965-66	73,847	73,847	3,692

Location Contractor and projects	Amount of contract	Year of contract	Expenditures in 1965-66	Expenditures to date	Holdbacks
<i>ARMY SERVICES—Continued</i>					
<i>Ontario—Concluded</i>					
J L Richards & Associates Ltd Engineering and design services for water treatment facilities — (T.B. 646579, October 12, 1965, authorized an increase of \$51,000 to provide for design services at a fee of 3½ per cent of actual cost of construction) (Contract omitted from Public Accounts in 1964-65 and pay- ments in previous years were \$11,785)...	63,985	1963-64	16,866	28,651	1,687
Sample-Gooder & Co Ltd Reroofing of various buildings.....	165,882	1963-64	20,882	165,882 (f)	
Peter E Sylvestre & Sons Ltd Extension to high school.....	313,482	1964-65	189,655	309,009	15,600
<i>Pictou</i>					
T A Andre & Sons Ltd Construction of junior ranks' club build- ing.....	279,089	1964-65	193,508	278,589	400
Balharrie Helmer & Associates Design of junior ranks' club—fee of 3½ per cent of actual cost of construction plus certain other expenses authorized by the contract.....	11,503	1963-64	452	11,503 (f)	
<i>Sudbury</i>					
Sutton-Saville Design of two company armoury — lump sum fee of \$18,464 for preparation of plans and specifications plus certain other expenses authorized by the con- tract.....	24,982	1961-62	8,464	24,982 (f)	
Townend Stefura & Baleshta Design of renovations to Granite Club— fee of 6 per cent of actual cost of re- novations plus certain other expenses authorized by the contract.....	11,500	1965-66	8,682	8,682	600
<i>Toronto</i>					
Inspiration Ltd Construction of Moss Park armoury.....	2,136,595	1964-65	1,255,269	2,083,750	104,188
Page & Steele Architectural and engineering services necessary for design of two battalion column armoury—fee of 3½ per cent of actual cost of construction plus certain other expenses authorized by the con- tract.....	138,380	1958-59	1,805	138,380 (f)	
<i>Manitoba</i>					
<i>Shilo</i>					
Drake Construction Co Ltd Construction of 198 housing units with ground services (contract finalized in 1964-65 and re-opened in 1965-66) (T.B. 642381, June 25, 1965, autho- rized \$35,000 for additional fill).....	2,106,304	1961-62	35,000	2,106,304 (f)	
<i>Winnipeg</i>					
Malcom Construction Co Ltd Construction of office and stores building.	196,957	1963-64	3,034	196,957 (f)	
<i>British Columbia</i>					
<i>Victoria</i>					
Vector Installation Services Ltd Supply and installation of heating and ventilation system, Bay Street armoury	144,376	1965-66	144,376	144,376 (f)	

Location Contractor and projects	Amount of contract	Year of contract	Expenditures in 1965-66	Expenditures to date	Holdbacks
ARMY SERVICES—Continued					
General					
Various					
Andrew Antenna Corporation Ltd.....	127,986	1963-64	4,736	127,986 (f)	
Bird Construction Co Ltd					
Construction of staff receiver building and transmitter building.....	2,783,796	1961-62		2,783,796 (f)	
Canadian Broadcasting Corporation.....	150,715	1962-63		147,927	
Canadian Motorola Electronics Co (subject to adjustment).....	341,420	1962-63	110	341,420	
Defence Construction (1951) Ltd.....	{ 3,511,373 106,483	{ 1962-63 1962-63	{ 1,513,058 18,241	{ 3,474,431 68,830*	
Ellis-Don Ltd					
Construction of staff receiver building (T.B. 649350, December 29, 1965, au- thorized an increase of \$25,285 to pro- vide for additional work performed and additional costs incurred in the pro- longation of the contract for reasons attributable to carrying out the work as directed by the Crown).....	1,483,709	1961-62	25,907	1,483,709 (f)	
Construction of transmitter building (T.B. 649350, December 29, 1965, authorized an increase of \$10,000 to provide for additional work performed and addi- tional costs incurred in the prolongation of the contract for reasons attributable to carrying out the work as directed by the Crown).....	708,623	1961-62	10,367	708,623 (f)	
Foundation Company of Canada Ltd					
Cost plus fixed fee of \$555,500 — Con- struction.....	17,586,687	1959-60	797	17,586,687 (f)	
Construction (T.B. 639230, April 8, 1965, authorized an increase of \$50,000 to the contract).....	225,000	1962-63	33,624	185,513	
Cost plus fixed fee of \$108,000 — Main- tenance and operation (T.B. 639230, April 8, 1965, authorized an increase of \$721,994 to cost and \$24,000 to fixed fee. This increase plus a change order increased the revised contract value from \$2,167,076 to \$2,922,440).....	2,922,440	1961-62	674,773	2,759,656	
Hawker Siddeley Canada Ltd					
Supply and supervise installation of 34 diesel generator sets.....	816,696	1961-62		754,658	38,168
ITT Canada Ltd.....	{ 939,394 171,161	{ 1961-62 1962-63	41,982	939,394 (f) 171,161†	
Instronics Ltd (subject to adjustment).....	274,357	1961-62		274,357	
R H Nichols Co Ltd					
Supply central control panels (subject to adjustment).....	269,074	1961-62	2,421	269,074	
Northern Electric Co Ltd					
Supply and installation of telephone ex- changes.....	221,582	1963-64	108,599	221,582 (f)	
Philco Corporation of Canada Ltd					
Provision of services of technical personnel	219,451	1962-63	2,042	217,688	
Supply equipment.....	198,117	1962-63	456	198,117 (f)	
Phillips Electrical Co Ltd.....	356,347	1961-62		356,347 (f)	
Russel-Hipwell Engines Ltd					
Supply main services and diesel control panels (T.B. 650197, January 19, 1966, authorized an increase of \$65,138 to provide for additional work to be carried out and additional material supplied).....	302,381	1961-62		234,939	

Location Contractor and projects	Amount of contract	Year of contract	Expenditures in 1965-66	Expenditures to date	Holdbacks
ARMY SERVICES—Concluded					
<i>General—Concluded</i>					
TMC (Canada) Ltd.....	135,127	1961-62		131,340	
	177,782	1961-62		177,211	
Tower Communications Co (Canada) Ltd					
Construction of concrete bases and an- chors at remote receiver antennae yards	638,449	1962-63		632,111	3,241
Provide and install high frequency radio antennae.....	2,362,320	1962-63	40,611	2,306,173	
*Contract under \$100,000 in 1964-65 and payments in previous years were \$50,589.					
†Subject to adjustment.					
AIR SERVICES					
<i>Nova Scotia</i>					
Greenwood					
Cameron Contracting Ltd					
Construction of fire hall.....	134,542	1965-66	127,363	127,363	1,000
Diamond Construction (1961) Ltd					
Hot mixed asphaltic concrete overlay on runway 13-31.....	157,384	1964-65	1,347	157,384 (f)	
Hawker Siddeley Canada Ltd					
Supply transportable type power plant...	156,175	1963-64		156,175 (f)	
Municipal Spraying & Contracting Ltd					
Hot mixed asphaltic concrete overlay runway 09-27.....	286,670	1965-66	286,670	286,670 (f)	
Perini (Quebec) Inc					
Construction of standard intermediate cantilever hangar and pumphouse with reservoir (subject to adjustment).....	3,201,535	1958-59		3,201,535	
Western Plumbing & Heating Co Ltd					
Construction of POL storage.....	128,443	1965-66	46,475	46,475	2,324
Halifax					
Annapolis Valley Construction Ltd					
Construction of standard GATR build- ing (T.B. 641242, June 3, 1965, autho- rized an increase of \$4,564 to provide for additional costs incurred due to delays attributable to carrying out the work as directed by the Crown).....	202,248	1960-61	4,564	202,248 (f)	
<i>Prince Edward Island</i>					
Summerside					
Curran & Briggs Ltd					
Reconstruction of parking aprons (T.B. 651278, February 17, 1966, authorized an increase of \$5,827 to provide for additional costs incurred due to delays attributable to carrying out the work as directed by the Crown).....	1,124,133	1963-64	5,827	1,124,133 (f)	
Morin & Plante Co Ltd					
Reroofing sloped areas of hangar No. 8...	154,364	1965-66	120,746	120,746	6,037
Morrison & McRae Ltd					
Reconstruction of runway 12-30 and as- sociated taxitracks.....	1,763,957	1965-66	1,058,009	1,058,009	22,728
G Keith Pickard					
Architectural services for renovations to officers' quarters — fee of 4 per cent of estimated cost of construction plus certain other expenses authorized by the contract.....	12,000	1965-66	9,022	9,022	861
M F Schurman Co Ltd					
Extension to cantilever hangar, roads, parking areas and aprons.....	1,685,118	1961-62		1,685,118 (f)	

Location Contractor and projects	Amount of contract	Year of contract	Expenditures in 1965-66	Expenditures to date	Holdbacks
AIR SERVICES—Continued					
<i>New Brunswick</i>					
Chatham					
Cambrian Construction Ltd					
Construction of QRA facilities, armament compound and extension to fire hall....	906,328	1963-64	742	906,328 (f)	
Modern Construction Ltd					
Construction of cut-off taxiway (The contractor refunded an overpayment of \$200 resulting from adjustment to the contract).....	114,520	1964-65	200 Cr	114,520 (f)	
Movement of transportable homes.....	150,540	1965-66	119,495	119,495	5,975
Moncton					
Morin & Plante Co Ltd					
Reroofing hangars, drill hall and lean-tos.	282,004	1963-64	707	282,004 (f)	
<i>Quebec</i>					
Bagotville					
Ludger Harvey & Fils Ltee					
Reroof and repair brick veneer building 86, reroof building 62 and hangar 3...	110,048	1965-66	101,946	101,946	5,097
Jobin Bros Inc					
Construction of QRA facilities, armament compound and extension to fire hall...	893,289	1963-64		893,289 (f)	
Chibougamau					
Province of Quebec, Department of Roads					
Construction of access road.....	413,221	1962-63		376,749	
Construction of access road.....	112,615	1962-63		94,176	
Lac St Denis					
Janin Construction Ltd					
Construction of Sage annex and GATR buildings.....	545,768	1961-62		545,768 (f)	
Val d'Or					
Evans Contracting Co Ltd					
Grading and seeding.....	110,541	1965-66	110,541	110,541 (f)	
Paquin Construction Co Ltd					
Construction of QRA facilities and fire hall.....	453,886	1963-64	2,233	453,886 (f)	
Construction of armament compound....	499,455	1963-64	2,091	499,455 (f)	
Rebuilding of runway.....	1,078,206	1964-65	11,424	1,078,206	6,462
<i>Ontario</i>					
Camp Borden					
The Consumers' Gas Co					
Convert central heating plant to natural gas, RCAF station.....	131,659	1964-65	13,329	129,159	
Ellis-Don Ltd					
Construction of physical training building	465,810	1961-62		465,810 (f)	
E S Fox Ltd					
Replacement of steam and return lines between hangars 8 to 16.....	116,380	1965-66	98,325	98,325	4,916
North Bay					
Province of Ontario, Water Resources Commission					
Capital assistance for construction of sewer line to service the CC/DC project, Township of Widdifield.....	134,605	1964-65	14,105	134,605 (f)	
Oba					
Roy Construction & Supply Co Ltd					
Construction of building.....	153,611	1961-62		153,611 (f)	
Ottawa (Headquarters)					
J L Richards & Associates Ltd					
Provision of design personnel.....	114,775	1960-61	2,179	114,775 (f)	

Location Contractor and projects	Amount of contract	Year of contract	Expenditures in 1965-66	Expenditures to date	Holdbacks
<i>AIR SERVICES—Continued</i>					
<i>Ontario—Concluded</i>					
Rockcliffe					
The Consumers' Gas Co					
Convert central heating plant to natural gas, RCAF station.....	127,466	1964-65	13,647	127,466 (f)	
Trenton					
H J McFarland Construction Co Ltd					
Repairs to runway 06-24.....	391,717	1964-65		391,717	1,000
Rebuilding taxiway.....	219,047	1964-65	3,730	219,047	10,952
Tripp Construction Ltd					
Construction of roads, curbs, sidewalks and storm drainage.....	132,327	1964-65		132,327 (f)	
Uplands					
The Consumers' Gas Co					
Convert central heating plant to natural gas, RCAF station.....	198,738	1964-65	23,243	198,738 (f)	
<i>Manitoba</i>					
Gimli					
B A C M Limited (formerly Tallman Construction Co Ltd)					
Runway and taxiway drainage improvement.....	310,388	1964-65	790	310,388 (f)	
B-A Construction Ltd					
Development of airfield.....	3,562,464	1965-66	1,608,807	1,608,807	80,440
Peter Leitch Construction Ltd					
Construction of control tower, RX/TX building, GCA building and TACAN facilities.....	244,993	1965-66	241,930	241,930	12,097
Malach Roofing & Flooring Ltd					
Reroofing hangars 1, 2, 3 and 5 including lean-tos (contract reduced by \$27,911 due to deletion of certain requirements)	212,787	1964-65	80,920	212,787 (f)	
V K Mason Construction Ltd					
Construction of tutor operational flight trainee building.....	267,510	1965-66	97,930	97,930	4,897
Smith Carter Searle Associates					
Architectural and engineering services for design of synthetic trainer building—fee of 4.2 per cent of actual cost of construction plus certain other expenses as authorized in the contract.....	12,361	1965-66	12,128	12,128	
Portage la Prairie					
Hay Decorating Co Ltd					
Exterior painting of 188 steelox married quarters (contract under \$100,000 in 1964-65 and payments were \$20,000) ..	127,814	1964-65	107,814	127,814 (f)	
Rivers					
Keewatin Electric Ltd					
Supply and installation of high intensity approach and runway lighting.....	158,340	1965-66	33,477	33,477	1,674
<i>Saskatchewan</i>					
Moose Jaw					
Sprayturf Ltd					
Aerodrome fencing, grading and seeding ..	122,601	1964-65	7,687	121,071	6,054
Wappel Concrete & Construction Co Ltd					
Apron reconstruction.....	945,809	1965-66	594,899	594,899	29,745
Yorkton					
Perini (Western) Ltd					
Construction of buildings.....	3,770,801	1961-62		3,770,801 (f)	

Location <u>Contractor and projects</u>	<u>Amount of contract</u>	<u>Year of contract</u>	<u>Expenditures in 1965-66</u>	<u>Expenditures to date</u>	<u>Holdbacks</u>
<i>AIR SERVICES—Continued</i>					
<i>Saskatchewan—Concluded</i>					
Various					
Saskatchewan Power Corporation					
Extension of facilities to serve RCAF stations.....	502,680	1962-63	8,296	502,680 (f)	
<i>Alberta</i>					
Cold Lake					
Alberta Trailer Co (1961) Ltd					
Supply and installation of 200 transport- able homes (Air Force portion of con- tract) (contract finalized in 1964-65 and reopened in 1965-66) (T.B. 643638, July 28, 1965, authorized an increase of \$14,829 to provide for additional costs incurred in the completion of the con- tract due to delays attributable to un- foreseen soil conditions and carrying out the work as directed by the Crown)	1,810,217	1962-63	14,829	1,810,217 (f)	
Cold Lake Pipe Line Co Ltd					
Conversion of 855 married quarters to natural gas, RCAF station.....	728,000	1964-65	37,780	728,000 (f)	
J Mason & Sons Ltd					
Interior painting of 6 buildings and 398 permanent married quarters.....	115,534	1964-65	5,383	115,534 (f)	
Mix Brothers Construction Co Ltd					
Construction of services and utilities for 200 married quarters.....	377,201	1962-63	1,133	376,786	
Namao					
Alberta Concrete Products Co Ltd					
Reconstruction of aircraft parking apron	328,649	1965-66	328,649	328,649 (f)	
<i>British Columbia</i>					
Comox					
Beaver Construction Co Ltd					
Construction of runway apron and taxi- way.....	1,778,786	1963-64	41,498	1,778,786 (f)	
Brockbank & Hemingway Ltd					
Construction of QRA facilities, arma- ment compound and extension to fire hall (The contractor refunded an over- payment of \$2,613 resulting from adjust- ment to the contract).....	735,740	1963-64	2,613 CR	735,740 (f)	
Conniston Construction Co Ltd					
Fertilizing and liming of grounds (con- tractor filed notice of bankruptcy December 1, 1965).....	118,581	1965-66	99,241	99,241	4,962
Farmer Construction Ltd					
Construction of ground landing equip- ment building.....	188,615	1964-65	89,819	188,615 (f)	
<i>General</i>					
Various					
Atlas Construction Co Ltd and Angus Robertson Ltd.....	17,697,496	1959-60	119	17,697,496	4,345
*Canadian Marconi Company					
Supply and installation of dual tacan equipment.....	122,336	1965-66	121,296	121,296	8,398
Canadian Westinghouse Co Ltd					
Supply equipment.....	124,997	1964-65	7,739	118,044	
Consolidated Engines & Machinery Co Ltd					
Installation of four diesel electric genera- tor sets.....	121,645	1963-64		121,645 (f)	

Location Contractor and projects	Amount of contract	Year of contract	Expenditures in 1965-66	Expenditures to date	Holdbacks
AIR SERVICES—Concluded					
<i>General—Concluded</i>					
Hawker Siddeley Canada Ltd					
Supply and installation of gas turbine generating sets.....	3,585,591	1961-62	24,689	3,535,591	
A Janin & Company Ltd					
Construction.....	5,680,698	1960-61	1,343	5,679,310	
Janin Construction Ltd					
Construction.....	687,718	1960-61		687,718 (f)	
Mechron Engineering Products Ltd					
Non-electronic maintenance.....	2,074,105	1962-63	634,146	1,653,412	
Sheridan Equipment Ltd					
Supply auxiliary power generators.....	870,071	1962-63		834,033	
<i>France</i>					
Various					
Government of France					
Construction.....	362,000	1963-64	65,900	340,886	
Construction.....	385,500	1964-65	229,291	385,249	
Construction (contract under \$100,000 in 1964-65 and payments were \$7,156).....	115,000	1964-65	103,970	111,126	
Construction—various contracts— adjustment of taxes.....			5,597	208,791	
Maintenance and operations.....	306,578	1963-64	2,276	306,578 (f)	
Maintenance and operations.....	133,235	1964-65	6,218	133,235 (f)	
Maintenance and operations.....	287,823	1964-65	44,946	287,823 (f)	
Maintenance and operations.....	102,235	1964-65	3,470	102,235 (f)	
Maintenance and operations.....	144,000	1965-66	139,403	139,403	
Maintenance and operations.....	318,000	1965-66	264,575	264,575	

*Contract awarded through the Department of Transport.

Payments of \$25,000 or over for Land and Buildings

Payee	Description and location of property	Authority	Amount
NAVY			
<i>Nova Scotia</i>			
National Harbours Board.....	Piers 2 and 3 HMC Dockyard Halifax.....	T.B. 652508, March 24, 1966..	\$4,000,000
<i>British Columbia</i>			
Brown F and Brown C.....	Land for naval establishment New Westminster.....	T.B. 633962, December 23, 1964	27,500
Clarkson J and Clarkson L.....	Land for naval establishment New Westminster.....	T.B. 633962, December 23, 1964	75,000
Danlyshyn W and Danlyshyn H..	Land for naval establishment New Westminster.....	T.B. 633962, December 23, 1964	35,000
Douglas F and Douglas F.....	Land for naval establishment New Westminster.....	T.B. 633962, December 23, 1964	47,500
Jackson A C.....	Land for naval establishment New Westminster.....	T.B. 633962, December 23, 1964	46,000
Jeffrey A E.....	Land for naval establishment New Westminster.....	T.B. 633962, December 23, 1964	40,000
Kohnke W.....	Land for naval establishment New Westminster.....	T.B. 633962, December 23, 1964	28,000
Leask K and Leask V.....	Land for naval establishment New Westminster.....	T.B. 633962, December 23, 1964	85,000
Schroeder W.....	Land for naval establishment New Westminster.....	T.B. 633962, December 23, 1964	27,000
Smith H and Smith H.....	Land for naval establishment New Westminster.....	T.B. 633962, December 23, 1964	30,000

<u>Payee</u>	<u>Description and location of property</u>	<u>Authority</u>	<u>Amount</u>
Smolne E and Smolne H.....	Land for naval establishment New Westminster.....	T.B. 633962, December 23, 1964	50,000
Tornquist E and Tornquist E....	Land for naval establishment New Westminster.....	T.B. 633962, December 23, 1964	67,000
Wagner H.....	Land for naval establishment New Westminster.....	T.B. 633962, December 23, 1964	45,000
ARMY			
Ontario			
Sudbury Granite Club Limited...	Granite Curling Club property Sudbury.....	T.B. 645026, September 15, 1965	250,966
Fairway Investments Limited and A Somerville.....	Land for defence installation Edenvale.....	T.B. 646322, October 12, 1965..	44,781

Payments of Damage Claims

This statement covers claims for damages to property and persons mainly in connection with Government-owned vehicles and aircraft and comprises payments under authority of the Governor in Council and the Treasury Board, as well as awards by the Exchequer Court. Individual payments of \$1,000 or over and Exchequer Court awards totalling \$1,000 or over are listed below.

<u>Particulars and payee</u>	<u>Authority</u>	<u>Amount</u>
NAVAL SERVICES		
Compensation for damages to property, charged to Vote 15.		
D Barteaux and R Barteaux.....	P.C. 12/4544, November 21, 1952, as amended.....	1,000
Recovery of costs of application with respect to expropriation of land.		
C Gay estate of.....	Exchequer Court award.....	1,180
Full and final settlement for damage caused to Pier No. 1 San Francisco Harbour Cal USA by HMCS <i>Jonquiere</i> March 26, 1965, charged to Vote 15.		
San Francisco Port Authority.....	P.C. 1965-17/1711, September 22, 1965 as amended by P.C. 1966- 15/46, January 12, 1966.....	11,104
Sundry awards of less than \$1,000 each (86).....	Other authorities.....	7,955
		21,239
ARMY SERVICES		
Compensation for damages to property, charged to Vote 15.		
D Baragar.....	P.C. 12/4544, November 21, 1952, as amended.....	5,164
Compensation for damages to property, charged to Vote 15.		
D Bosgoed and W Bosgoed.....	P.C. 12/4544, November 21, 1952, as amended.....	1,367
Compensation for damages to property of D St Onge, charged to Vote 15.		
British America Insurance Company.....	P.C. 12/4544, November 21, 1952, as amended.....	1,041
Compensation for damages to property, charged to Vote 15.		
Canadian National Railways.....	P.C. 12/4544, November 21, 1952, as amended.....	1,160
Compensation for damages to property of S Bell, charged to Vote 15.		
E C Carr.....	P.C. 12/4544, November 21, 1952, as amended.....	3,379
Compensation for injuries and interest.		
E Castellano.....	Exchequer Court award.....	1,647
Compensation for damages to property, charged to Vote 15.		
Chantilly Construction Co Ltd.....	P.C. 12/4544, November 21, 1952, as amended.....	3,341

<u>Particulars and payee</u>	<u>Authority</u>	<u>Amount</u>
<i>ARMY SERVICES—Continued</i>		
Compensation for injuries, charged to Vote 15.		
A Ducharme.....	P.C. 12/4544, November 21, 1952, as amended and T.B. 647354, November 10, 1965.....	1,362
Compensation for damages to property of E Gagnon, charged to Vote 15.		
The Equitable General Insurance Company.....	P.C. 12/4544, November 21, 1952, as amended.....	1,185
Compensation for damages to property of H Gordon-Cooper and Takhini Hot Springs Ltd \$30,850, interest \$1,880.		
H Gordon-Cooper.....	Exchequer Court award.....	32,730
Compensation for damages to property of H Gordon-Cooper and Takhini Hot Springs Ltd \$10,000, interest \$609, costs of action \$3,500.		
Takhini Hot Springs Ltd.....	Exchequer Court award.....	14,109
Compensation for injuries, charged to Vote 15.		
I Ionata.....	P.C. 12/4544, November 21, 1952, as amended.....	4,500
Compensation for damages to property, charged to Vote 15.		
A Kazeil.....	P.C. 12/4544, November 21, 1952, as amended.....	1,104
Compensation for damages to property, charged to Vote 15.		
Laidrite Paving Co Ltd.....	P.C. 12/4544, November 21, 1952, as amended.....	1,500
Compensation for damages to property of T H Campbell, charged to Vote 15.		
London and Lancashire Insurance Company.....	P.C. 12/4544, November 21, 1952, as amended.....	2,550
Compensation for damages to property of P I Timmins, charged to Vote 15.		
London Guarantee & Accident Assurance Co.....	P.C. 12/4544, November 21, 1952, as amended.....	1,032
Compensation for damages to property of L Paquet, charged to Vote 15.		
Maryland Casualty Company.....	P.C. 12/4544, Novembre 21, 1952, as amended.....	1,002
Compensation for damages to property, charged to Vote 15.		
I Meretsky and Meretsky Furniture (Windsor) Limited.....	P.C. 12/4544, November 21, 1952, as amended.....	1,131
Compensation for injuries.		
C W Moore.....	Exchequer Court award.....	5,258
Compensation for injuries, charged to Vote 15.		
C Nash and W Nash.....	P.C. 12/4544, November 21, 1952, as amended.....	4,000
Compensation for damages to property of S Hrastovich.		
Prudential Assurance Company Limited.....	Exchequer Court award.....	1,250
Cost of action re Prudential Assurance Company Limited.		
Tansey de Grandpre de Grandpre Bergeron and Monet.....	Exchequer Court award.....	164
Compensation for damages to person and property, charged to Vote 15.		
E B Reid and M H Reid.....	P.C. 12/4544, November 21, 1952, as amended.....	3,353
Compensation for injuries, charged to Vote 15.		
Mrs J Stelwagen.....	P.C. 12/4544, November 21, 1952, as amended and T.B. 647354, November 10, 1965.....	5,824

Particulars and payee	Authority	Amount
ARMY SERVICES—Concluded		
Compensation for damages to property of R M Brotherstone, charged to Vote 15.		
Transatlantische Insurance Company.....	P.C. 12/4544, November 21, 1952, as amended.....	1,339
Compensation for damages to property, charged to Vote 15.		
Transcar Company.....	P.C. 12/4544, November 21, 1952, as amended and T.B. 647354, November 10, 1965.....	5,376
Compensation for damages to property, charged to Vote 15.		
H C Winkworth.....	P.C. 12/4544, November 21, 1952, as amended.....	1,000
Compensation for injuries to B A Taylor, charged to Vote 15.		
Workmen's Compensation Board of Nova Scotia.....	P.C. 12/4544, November 21, 1952, as amended.....	1,901
Compensation for injuries to H Page, charged to Vote 15.		
Workmen's Compensation Board of Ontario.....	P.C. 12/4544, November 21, 1952, as amended.....	4,090
Reimbursement of Canada's share of 75 per cent with respect to damage claims paid through the British Claims Agency, on behalf of Canada, under the terms of Article VIII of the NATO Status of Forces Agreement approved by the Visiting Forces (North Atlantic Treaty) Act, c.284, R.S., as amended, to: Government of Belgium, 5 claims for \$470; Government of Germany, 1594 claims for \$133,235; Government of the United Kingdom, 4 claims for \$1,376.....		135,081
Sundry awards of less than \$1,000 each (543).....		74,036
		321,976
AIR SERVICES		
Compensation for damages to property, charged to Vote 15.		
Alberta Government Telephone Commission.....	P.C. 1965-22/1807, October 11, 1965.....	1,772
Settlement for damages for past use of property expropriated at North Bay airport, charged to Vote 15.		
W H Collins.....	P.C. 1965-60/185, February 4, 1965.....	1,500
Compensation for damages to property, charged to Vote 15.		
Edgar Corneau & Fils Ltée and La Compagnie d'Assurance de Club Automobile de Quebec.....	P.C. 12/4544, November 21, 1952, as amended.....	1,438
Compensation for damages arising out of a motor vehicle accident near Stephenville Crossing Nfld. on Nov. 27, 1962 (total compensation \$2,200, less recovery from the Government of the United States \$1,650), charged to Vote 15.		
I Delaney.....	P.C. 1965-36/185, February 4, 1965.....	550
Compensation for damages re accident near Stephenville Crossing Nfld. (total compensation \$10,000, less recovery from the Government of the United States \$7,500), charged to Vote 15.		
I Delaney administratrix of the estate of R Delaney.....	P.C. 1965-36/185, February 4, 1965.....	2,500
Compensation for damages re accident near Stephenville Crossing Nfld. (total compensation \$1,400, less recovery from the Government of the United States \$1,050), charged to Vote 15.		
Registrar of the Supreme Court of Newfoundland guardian of the estate of D A Delaney.....	P.C. 1965-36/185, February 4, 1965.....	350
Compensation for damages re accident near Stephenville Crossing Nfld. (total compensation \$3,300, less recovery from the Government of the United States \$2,475), charged to Vote 15.		
Registrar of the Supreme Court of Newfoundland guardian of the estate of M C Delaney.....	P.C. 1965-36/185, February 4, 1965.....	825

Particulars and payee	Authority	Amount
AIR SERVICES—Concluded		
Compensation for damages re accident near Stephenville Crossing Nfld. (total compensation \$3,000, less recovery from the Government of the United States \$2,250), charged to Vote 15. Registrar of the Supreme Court of Newfoundland guardian of the estate of P S Delaney.....	P.C. 1965-36/185, February 4, 1965.....	750
Compensation for damages re accident near Stephenville Crossing Nfld. (total compensation \$1,600, less recovery from the Government of the United States \$1,200), charged to Vote 15. Registrar of the Supreme Court of Newfoundland guardian of the estate of S J Delaney.....	P.C. 1965-36/185, February 4, 1965.....	400
Compensation for damages re accident near Stephenville Crossing Nfld. (total compensation \$2,000, less recovery from the Government of the United States \$1,500), charged to Vote 15. Registrar of the Supreme Court of Newfoundland guardian of the estate of S M Delaney.....	P.C. 1965-36/185, February 4, 1965.....	500
Compensation for injuries (total award \$1,500, less recovery from the Government of the United States \$1,125). R Hynes.....	Exchequer Court award.....	375
Compensation for damages to property, charged to Vote 15. G Heide.....	P.C. 12/4544, November 21, 1952, as amended.....	1,600
Compensation for damages to property of the late G Lefebvre, charged to Vote 15. Kazman Sidenberg and Applebaum.....	P.C. 12/4544, November 21, 1952, as amended.....	1,100
Compensation for death of daughter, charged to Vote 15. J P Keller and Mrs J P Keller.....	P.C. 12/4544, November 21, 1952, as amended and T.B. 617834, November 21, 1963.....	3,500
Settlement for damages and past use of property arising out of expro- priation and subsequent abandonment of defence project, charged to Vote 15. H. Kiers.....	T.B. 642848, July 8, 1965.....	1,800
Compensation for injuries, charged to Vote 15. H D Pilbeam and L Pilbeam.....	P.C. 12/4544, November 21, 1952, as amended and T.B. 617834, November 21, 1963.....	7,500
Settlement for damages and past use of property arising out of expro- priation and subsequent abandonment of defence project, charged to Vote 15. H W Ritchie.....	T.B. 638072, March 18, 1965....	1,800
Compensation for injuries to M Kusner, charged to Vote 15. Walsh Micay and Company.....	P.C. 12/4544, November 21, 1952, as amended.....	1,163
Reimbursement of Canada's share of 75 per cent with respect to damage claims paid through the British Claims Agency, on behalf of Canada, under the terms of Article VIII of the NATO Status of Forces Agreement approved by the Visiting Forces (North Atlantic Treaty) Act, c. 284, R.S., as amended, to: Government of France, 27 claims for \$76,460; Government of Germany, 35 claims for \$8,776; Government of the United Kingdom, 2 claims for \$217.....		85,453
Sundry awards of less than \$1,000 each (210) { Exchequer Court awards.....		270
{ Other authorities.....		20,559
		135,706

INSPECTION SERVICES

Sundry awards of less than \$1,000 each (1).....	30
	30

DEFENCE RESEARCH BOARD

Sundry awards of less than \$1,000 each (10).....	1,468
	1,468
	<u>\$ 480,418</u>

A recapitulation of these awards follows:

	Exchequer Court awards	Other authorities	Total
Naval Services.....	1,180	20,059	21,239
Army Services.....	55,158	266,818	321,976
Air Services.....	645	135,060	135,705
Inspection Services.....		30	30
Defence Research Board.....		1,468	1,468
	<u>\$ 56,983</u>	<u>\$ 423,435</u>	<u>\$ 480,418</u>

REVENUES

Comparative Summary

	1965-66	1964-65
ADMINISTRATION, INSPECTION SERVICES, NAVAL, ARMY AND AIR SERVICES		
Non-Tax Revenue—		
A Return on investments.....	2,049,010 55	1,091,838 77
B Privileges, licences and permits.....	1,491,741 40	1,457,274 15
C Proceeds from sales.....	2,251,960 80	2,473,862 98
D Services and service fees.....	1,810,443 22	2,177,238 93
E Refunds of previous years' expenditure.....	5,895,449 04	11,758,084 85
F Miscellaneous.....	961,370 31	3,051,672 75
Total.....	<u>14,459,975 32</u>	<u>22,009,972 43</u>

DEFENCE RESEARCH BOARD

Non-Tax Revenue—		
G Return on investments.....	759 95	552 12
H Privileges, licences and permits.....	156,940 51	175,590 19
I Proceeds from sales.....	75,850 94	76,049 93
J Services and service fees.....	74,074 03	62,677 69
K Refunds of previous years' expenditure.....	124,533 70	121,823 36
L Miscellaneous.....	141,725 35	316,922 31
Total.....	<u>573,884 48</u>	<u>753,615 60</u>
Grand Total.....	<u>\$15,033,859 80</u>	<u>\$ 22,763,588 03</u>

Details

ADMINISTRATION, INSPECTION SERVICES, NAVAL, ARMY AND AIR SERVICES

	Administration	Inspection Services	Naval	Army	Air	Total
Non-Tax Revenue—						
A Return on investments:						
Interest on loans to Town of Oromocto...				205,281		205,281
Interest on loans to Town of Oromocto Development Corpo- ration.....				60,475		60,475
Interest on mortgages arranged by Central Mortgage and Hous- ing Corporation.....				1,122,390		1,122,390
Miscellaneous.....			3,496	656,521	848	660,865
						2,049,011
B Privileges, licences and permits:						
Rental of land and buildings.....			107,771	23,349	219,881	351,001
Rental of equipment....					77,539	77,539
Garage accommodation.					87,971	87,971
Rental of quarters.....			99,030	173,443	424,443	696,916
Supplementary rental charges, Alberta Hos- pital scheme.....			125	27,120	26,294	53,539
Miscellaneous rentals and permits.....			45,525	166,436	12,814	224,775
						1,491,741
C Proceeds from sales:						
Food.....			209,316	499,279	501,047	1,209,642
Clothing and neces- saries.....			344,841		104,057	448,898
Fuel.....					56,522	56,522
Materials and supplies..			63,397	168,888	227,413	459,698
Photographs.....			3,379	500	13,080	16,959
Refuse.....				4,732	9,049	13,781
Percentage charges on stores.....			17,571	6,753	14,788	39,112
Miscellaneous.....		397	3,091	3,736	125	7,349
						2,251,961
D Services and service fees:						
Medical and hospital services in Canada...			115	415,847	378,025	793,987
Commissions on tele- phones.....			7,824	14,573	28,882	51,279
Airport service charges and landing fees.....			284		158,235	158,519
Laundry services.....			31,769	154	126,606	158,529
Cadets' fees — Service colleges.....			2,935	3,870	5,120	11,925
Services and utilities....				1,329	154,248	155,577
Labour charges.....			169	51,949	74,096	126,214
Miscellaneous.....		54,330	133,750	79,460	86,873	354,413
						1,810,443

	Administration	Inspection Services	Naval	Army	Air	Total
E Refunds of previous years' expenditure:.....	155,248	380	918,629	587,021	4,234,171	5,895,449
Included credits representing refunds by the Government of the United States in respect of Naval contracts \$214,169, Army contracts \$107,406, Air contracts \$177,049; refunds on contracts resulting from cost audit, Navy \$94,593, Air \$1,598,364; refunds of excess profits, Navy, Peacock Brothers Ltd \$85,000, Air, Bristol Aero-Industries Ltd \$34,202, Sparton of Canada Ltd \$34,991, subcontract, Orenda Engines Ltd \$321,634; refunds re adjustment of prices on Air contracts, Bristol Aero-Industries Ltd \$28,072, Canadian Westinghouse Co Ltd \$15,084; refunds of hospital insurance (outside Canada), Air \$45,698; refunds of school fees from the City of Ottawa, Air \$119,194; refunds from The Bell Telephone Company of Canada due to cancellation of circuits, Air \$1,474,960; refund from Department of Defence Production in connection with the Destroyer Escort Programme \$264,928; refunds from — Government of United Kingdom adjustment of per capita rates, Army \$246,356, balance of advance, Navy \$15,036, refit costs of Sixth Submarine Squadron \$90,693; Government of the United States of America re duty on T 33 Aircraft \$48,156, Mutual Aid \$49,515; Government of France, Mutual Aid \$105,732; payment by the Government of Nigeria re cadet training, Navy \$25,449, Army \$17,733, Air \$15,319.						
F Miscellaneous:						
Repayment for damages to barracks, camp and hospital equipment...			8,853	10,268	10,496	29,617
Purchase of release.....			985	34,362	147,719	183,066

	<u>Administration</u>	<u>Inspection Services</u>	<u>Naval</u>	<u>Army</u>	<u>Air</u>	<u>Total</u>
Pensions contributions, Defence Services Pen- sion Continuation Act			66,038	77,995	29,408	173,441
Premium on foreign ex- change transactions			32,901	471	8,542	41,914
Vehicle accident claims			4,278	23,055	18,062	45,395
Other claims for dam- ages			42,715	83,709	53,673	180,097
Customs drawback re NATO countries					39,235	39,235
Sundries		54,059	7,536	29,974	177,036	268,605
						961,370
Total						\$14,459,975

Certified correct.

E. B. ARMSTRONG,
Deputy Minister, Department of National Defence.

DEFENCE RESEARCH BOARD

Non-Tax Revenue—						
G	Return on investments					760
H	Privileges, licences and permits: Rental of quarters \$154,201; miscellaneous \$2,740					156,941
I	Proceeds from sales: Materials and supplies \$39,629; meals \$35,733; miscellaneous \$489					75,851
J	Services and service fees					74,074
K	Refunds of previous years' expenditure: Refunds on cost audit contracts \$71,515; other contracts \$24,519; unexpended balances of extramural research grants \$5,166; miscellaneous \$23,334					124,534
L	Miscellaneous: Royalties on sales \$140,370; miscellaneous \$1,355					141,725
	Total					\$ 573,885

Certified correct.

A. M. PENNIE,
Acting Chairman, Defence Research Board.

Changes in Non-Active Accounts

The status of those accounts in which changes have occurred during the fiscal year is as follows:

	<u>Dr. Balance Mar. 31, 1965</u>	<u>Net Increase or Decrease(—)</u>	<u>Dr. Balance Mar. 31, 1966</u>
Capital Expenditure—			
Military Property and Stores—			
National Defence—			
Military Property and Stores	12,705,636	—125,000	12,580,636
Less — Fort Osborne Barracks, Winnipeg	—62,947		—62,947
St. Helen's Island, Barracks site	—19,783		—19,783
	<u>\$ 12,622,906</u>	<u>\$ —125,000</u>	<u>\$ 12,497,906</u>

P.C. 1965-946, May 20, 1965 authorized the transfer, to the Department of Transport for entrustment to the Canadian National Railways, of the management, charge and direction of the GATR Building and Site on East Uniacke Road, Beaverbank, Nova Scotia.

**Comparative Statement of Accounts Receivable
as at March 31**

	<u>1966</u>	<u>1965</u>
Current year—		
Collectible.....	5,777,859	4,514,286
Uncollectible.....		191
Previous years—		
Collectible.....	5,863,914	2,502,328
Uncollectible.....	89,871	88,650
	<u>\$ 11,731,644</u>	<u>\$ 7,105,455</u>

The following items in excess of \$1,000 were transferred to Uncollectible during the fiscal year:

Naval Services—Chantier Maritime de St Laurent \$1,627, J T Chard \$5,771, J P Perras \$3,769.

Army Services—M Arsenault \$1,734, P Audlalook \$1,798, R Dean \$2,880, F D Douglas \$2,059, B E Freeman \$1,127, A R J McCormack \$6,828, G L Mountain \$5,067, C C Pettigrew \$2,556, M Villeneuve \$7,964.

Air Services—J W M Addie \$1,118, E Mullins \$1,260, I E Rich \$1,140, R R Turvey \$1,256, H E Willms \$6,539.

During the year 10 items amounting to \$27,367 were deleted under authority of Department of Finance Vote 16e and 440 items amounting to \$53,801 were deleted under authority of section 23 of the Financial Administration Act, c.116, R.S., as amended.

Appendix 1

CANADIAN FORCES SUPERANNUATION ACCOUNT

Statement of Transactions for the year ended March 31, 1966

	<u>Navy</u>	<u>Army</u>	<u>Air</u>	<u>Unallocated</u>	<u>Total</u>
Balance as at March 31, 1965 . .	187,239,548	515,725,711	536,480,321	788,676,880	2,028,122,460
RECEIPTS					
Contributions by personnel	5,722,734	13,512,139	14,818,096		34,052,969
Contributions by the Govern- ment	9,819,986	23,240,876	25,729,008		58,789,870
Actuarial liability adjustment . .				16,600,000	16,600,000
Interest	7,766,778	21,284,310	22,177,116	32,023,444	83,251,648
Transfers from other pension funds	51,664	108,951	178,012		338,627
	23,361,162	58,146,276	62,902,232	48,623,444	193,033,114
	<u>\$ 210,600,710</u>	<u>\$ 573,871,987</u>	<u>\$ 599,382,553</u>	<u>\$ 837,300,324</u>	<u>\$2,221,155,574</u>
DISBURSEMENTS					
Pension and retiring allowance payments	3,528,620	12,106,463	11,112,947		26,748,030
Cash termination allowances and return of contributions	1,732,976	3,612,931	4,784,204		10,130,111
Transfers to public service super- annuation account (Depart- ment of Finance)	6,256CR*	45,607*	28,260*		67,611
	5,255,340	15,765,001	15,925,411		36,945,752
Balance as at March 31, 1966 . .	205,345,370	558,106,986	583,457,142	837,300,324	2,184,209,822
	<u>\$ 210,600,710</u>	<u>\$ 573,871,987</u>	<u>\$ 599,382,553</u>	<u>\$ 837,300,324</u>	<u>\$2,221,155,574</u>

*Navy—Amount reported in 1964-65 adjusted by \$10,332 credit in 1965-66.

*Army—Amount reported in 1964-65 adjusted by \$28,786 credit in 1965-66.

*Air—Amount reported in 1964-65 adjusted by \$30,338 credit in 1965-66.

During 1965-66 an amount of \$16,600,000 was credited to provide for a salary increase for pilots. This amount was set up in a contra account "Unamortized portions of actuarial deficiencies in the Canadian Forces superannuation account" (see the Deferred Charges category on the statement of assets and liabilities in volume I of this report) and is to be amortized over a five-year period commencing in the year in which the increase is authorized.

Appendix 2

REGULAR FORCES DEATH BENEFIT ACCOUNT

Statement of Transactions for the year ended March 31, 1966

Balance as at March 31, 1965.....	15,009,923
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RECEIPTS

Contributions by participants.....	1,936,381
Government's contribution.....	169,883
Single premiums payable by the Government in respect of Regular Force participants who become entitled to a basic benefit of \$500 without contribution.....	2,170
Interest.....	623,815
	<u>2,732,249</u>
	<u>\$17,742,172</u>

DISBURSEMENTS

Benefits paid in respect of participants who at the time of death were members of the Regular Forces or who were elective Regular Forces participants to whom pensions were payable under the Canadian Forces Superannuation Act or the Defence Services Pension Continuation Act.....	1,019,300
Benefits paid in respect of elective Regular Forces participants to whom pensions were not payable under the Canadian Forces Superannuation Act or the Defence Services Pension Continuation Act upon their retirement from the Regular Forces.....	6,000
	<u>1,025,300</u>
Balance as at March 31, 1966.....	16,716,872
	<u>\$17,742,172</u>

1965-66

PUBLIC ACCOUNTS

•

NATIONAL FILM BOARD

•

Details of

EXPENDITURES AND REVENUES

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NATIONAL FILM BOARD

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
27-2	1	Administration, production and distribution of films and other visual materials.....	6,485,200 00	6,485,200 00	6,046,000 00
27-3	5	Acquisition of equipment.....	407,700 00	406,134 96	307,632 68
Total.....			\$ 6,892,900 00	\$ 6,891,334 96	\$ 6,353,632 68

Vote 1 Administration, production and distribution of films and other visual materials.....	6,272,500
Transfer from Department of Finance Vote 15 contingencies.....	212,700
Expenditures.....	\$ 6,485,200

	Estimates	Allotments	Expenditures
ADMINISTRATION AND GENERAL SERVICES			
Executive	120,300	120,300	
Administration	354,000	354,000	
General services	544,600	544,600	
Transfer from Department of Finance Vote 15 contingencies.....	20,900	20,900	
	1,039,800	1,039,800	1,039,800

PRODUCTION OF FILMS AND OTHER VISUAL MATERIALS			
Films for theatrical distribution	323,600	323,600	
International newsreels.....	79,600	79,600	
General program	1,455,500	1,455,500	
Films for television.....	765,100	765,100	
Filmstrip production	89,200	89,200	
Photo services.....	124,000	124,000	
Transfer from Department of Finance Vote 15 contingencies	162,100	162,100	
	2,999,100	2,999,100	2,999,100

DISTRIBUTION OF FILMS			
Administration.....	250,000	250,000	
Canadian distribution	1,267,000	1,267,000	
International distribution	679,300	679,300	
Information and promotion of films.....	220,300	220,300	
Transfer from Department of Finance Vote 15 contingencies	29,700	29,700	
	2,446,300	2,446,300	2,446,300
(10) \$ 6,485,200	\$ 6,485,200	\$ 6,485,200	\$ 6,485,200

Under authority of section 18 of the National Film Act, c. 185, R.S., amounts were transferred from this vote to the National Film Board operating account from time to time as required in respect of expenditures incurred in the operation of the Board (see under schedule, Departmental Working Capital Advances, in volume I of this report). A summary of the transactions in the operating account will be found in the appendix to this section.

Expenditures included an ex-gratia payment of \$100 or over as follows:

Particulars and payee	Authority	Amount
Reimbursement of travel advance taken in hold-up while on location in Edmonton Alta, on the evening of February 20th 1965.		
R Baylis.....	T.B. 642923, June 21, 1965....	\$ 2,970

Vote 5 Acquisition of equipment.....		407,700
Expenditures.....	(16)	\$ 406,135

Expenditures consisted of: transportation equipment \$24,353; technical equipment \$300,586; office equipment \$20,374; miscellaneous equipment \$60,822.

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(10) Exhibits, advertising, films, broadcasting and displays.....	6,485,200	6,485,200	6,046,000
Equipment—			
(16) Construction or acquisition.....	407,700	406,135	307,633
Total.....	\$ 6,892,900	\$ 6,891,335	\$ 6,353,633

Estimated value of major services not included in this department's appropriations

	1965-66	1964-65
Accommodation—provided by the Department of Public Works.....	768,300	727,200
Accounting and cheque issue services—Comptroller of the Treasury.....	64,700	54,600
Contributions to superannuation account—Department of Finance.....	287,300	271,000
Employee surgical-medical insurance premiums—Department of Finance.....	24,500	25,500
Employee compensation payments—Department of Labour.....	4,300	4,500
Carrying of franked mail—Post Office Department.....	16,700	8,000
	\$ 1,165,800	\$ 1,090,800

Payments of Damage Claims

Sundry claims, each under \$1,000 (3).....	\$ 656
--	--------

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
Refund of previous years' expenditure:		
Unexpended balances of 1963-64 Parliamentary appropriations.....		91,798 50
Unexpended balances of 1964-65 Parliamentary appropriations.....	32,682 60	
Total.....	\$ 32,682 60	\$ 91,798 50

NOTE.—Rentals and royalties and miscellaneous income accruing to the Board during the year were credited to the National Film Board operating account in accordance with section 18 of the National Film Act. This account is included in the schedule, Departmental Working Capital Advances, in volume I of this report (see also appendix to this section with respect to the Board's financial statements).

Certified correct.

H. R. BALLS,
Comptroller of the Treasury.

Appendix
NATIONAL FILM BOARD

AUDITOR GENERAL OF CANADA

Ottawa, July 26, 1966.

THE CHAIRMAN AND MEMBERS,
NATIONAL FILM BOARD,
OTTAWA.

I have examined the accounts and financial statements of the National Film Board for the year ended March 31, 1966 and have obtained all the information and explanations I have required. My examination included a general review of the accounting procedures and of the system of internal control, together with such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

In my opinion, the accompanying Balance Sheet and Statement of Income and Expense present fairly the financial position of the Board as at March 31, 1966 and the results of its operations for the year ended on that date.

A. M. HENDERSON,
Auditor General of Canada.

NATIONAL FILM BOARD—Continued
(ESTABLISHED BY THE NATIONAL FILM ACT)

Balance Sheet as at March 31, 1966
(with comparative figures as at March 31, 1965)

ASSETS		LIABILITIES	
1966	1965	1966	1965
Cash.....		Accounts Payable.....	\$ 472,550 \$ 513,620
Accounts Receivable:		Advances by customers.....	317,342 170,777
Departments and agencies of the Govern-		Contractors' Security Deposits (contra).....	23,670 6,589
ment of Canada.....	\$ 760,459	Proprietary Equity of the Government of Canada, per	
Other (less allowance for doubtful ac-		Statement of Proprietary Equity.....	2,785,070 2,441,339
counts \$15,000).....	233,079		
Contractors' Security Deposits (contra).....	993,538		
Due from Government of Canada in respect	23,670		
of parliamentary appropriations.....	62,648		
Less: Unexpended balance refundable to			
the Receiver General.....	27,559		
Employees' travel advances.....	35,089		
Inventories, at cost:	55,069		
Materials and supplies.....			
Work in progress.....	450,464		
Prints held for sale.....	280,488		
	221,033		
Prepaid expenses.....	951,985		
Equipment, at cost (Exhibit B).....	15,027		
Less: Accumulated depreciation.....			
	4,977,315		
	3,470,744		
	1,506,571		
	3,598,632		
			3,598,632
			3,132,325

Certified correct:

E. S. CORISTINE,
Director of Administration.

Approved:

GRANT McLEAN,
Acting Government Film Commissioner.

I have examined the above Balance Sheet and the related Statement of Income and Expense and have reported thereon under date of July 26, 1966 to the Chairman and Members of the National Film Board.

A. M. HENDERSON,
Auditor General of Canada.

NATIONAL FILM BOARD—Continued

Statement of Income and Expense for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

	1966	1965
Expense		
Production of films and other visual materials—		
General program.....	\$ 2,004,526	\$ 1,374,703
Films for television.....	747,766	1,076,366
Films for theatrical distribution.....	675,740	586,721
Photo services.....	172,876	182,876
Filmstrip production.....	138,578	117,906
International newsreels.....	126,818	141,757
	<u>\$ 3,866,304</u>	<u>3,480,329</u>
Distribution of films—		
Canadian.....	1,365,803	1,248,567
International.....	840,384	816,584
Administration.....	300,659	299,735
Information and promotion.....	337,759	289,250
	<u>2,844,605</u>	<u>2,654,136</u>
Administration and general services—		
General services.....	556,556	536,572
Administration.....	373,995	330,195
Executive.....	126,398	150,547
	<u>1,056,949</u>	<u>1,017,314</u>
Direct cost of production of films and other visual materials—		
Departments and agencies of the Government of Canada.....	3,287,374	2,404,872
Others.....	481,873	338,736
	<u>3,769,247</u>	<u>2,743,608</u>
Estimated cost of major services provided without charge by government departments.....	1,165,800	1,090,800
Depreciation on equipment.....	357,776	344,031
	<u>13,060,681</u>	<u>11,330,218</u>
Total expense for the year.....		
Income		
Sales of films and other visual materials—		
Departments and agencies of the Government of Canada.....	3,403,200	2,498,767
Others.....	801,556	621,107
	<u>4,204,756</u>	<u>3,119,874</u>
Rentals and royalties.....	818,217	723,979
Miscellaneous.....	41,130	50,319
Excess of income over expense transferred from Statement of Operations of the Canadian Government Photo Centre (Exhibit A).....	15,361	(12,102)
	<u>5,079,464</u>	<u>3,882,070</u>
Net expense for the year.....	<u>7,981,217</u>	<u>7,448,148</u>

NATIONAL FILM BOARD—Continued

	1966	1965
Net expense for the year provided by:		
Appropriation Act No. 4, 1966—		
National Film Board, Vote 1.....	\$ 6,272,500	\$ 5,792,900
Department of Finance, Vote 15.....	212,700	253,100
	6,485,200	6,046,000
Less: Unexpended balance refundable to Receiver General.....	27,559	32,683
	6,457,641	6,013,317
Estimated cost of major services provided without charge by government departments—		
Accommodation.....	768,300	727,200
Contributions to Public Service Superannuation Account.....	287,300	271,000
Accounting and cheque issue services.....	64,700	54,600
Employee surgical-medical insurance premiums.....	24,500	25,500
Carrying of franked mail.....	16,700	8,000
Employees compensation payments.....	4,300	4,500
	1,165,800	1,090,800
Depreciation.....	357,776	344,031
	7,981,217	7,448,148

Statement of Proprietary Equity for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

National Film Board Operating Account:

Working Capital.....	\$ 1,278,499	\$ 1,014,920
Capital provided for the purchase of equipment for the Canadian Government Photo Centre under the authority of Vote L30, Appropriation Act No. 5, 1963.		
Balance as at April 1.....	\$ 93,880	29,142
Add: Funds provided during year.....	58,584	67,652
	152,464	96,794
Less: Depreciation included in expense for the year.....	12,969	2,914
	139,495	93,880
Balance as at March 31.....	1,417,994	1,108,800

Equity represented by net book value of equipment:

Balance as at April 1.....	1,332,539	1,369,368
Add: Purchases from parliamentary appropriation for acquisition of equipment, National Film Board Vote 5, Appropriation Act No. 4, 1966.....	406,135	307,633
	1,738,674	1,677,001
Less: Depreciation adjustment from previous years.....	431	
Net disposals during the year.....	13,391	431
Depreciation included in total expense for the year.....	357,776	344,031
	371,598	344,462
Balance as at March 31.....	1,367,076	1,332,539
Proprietary Equity as at March 31.....	2,785,070	2,441,339

NATIONAL FILM BOARD—Continued

Canadian Government Photo Centre, Ottawa
Statement of Operations for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

	1966	1965 (Note 1)
		(Dec. 1-Mar. 31)
Income		
Sales.....	\$ 348,214	\$ 83,525
Expense (Note 2)		
Salaries and wages.....	\$ 183,279	41,582
Raw material, supplies freight and express.....	84,309	16,346
Printing and processing in other laboratories.....	34,000	14,476
Depreciation on equipment.....	12,968	2,914
Office stationery and supplies.....	5,771	
Equipment repairs and maintenance.....	3,507	
Travel.....	3,089	511
Communications.....	2,205	496
Services.....	1,286	937
Equipment rental.....	854	900
Advertising and publicity.....	1,298	85
Automobile expenses.....	347	
Miscellaneous.....	971	616
Expense in preparation for beginning of operations.....		16,764
	333,884	95,627
Less: Work in Progress in laboratory.....	1,031	
	332,853	95,627
Excess of income over expense on operations, carried to Statement of Income and Expense.....	15,361	(12,102)

(Note 1)

The Photo Centre began operations on December 1, 1964.

(Note 2)

The above figures do not include estimated cost of major services provided without charge by government departments.

EXHIBIT B

Equipment, at cost, as at March 31, 1966
(with comparative figures as at March 31, 1965)

	1966	1965
Laboratory equipment.....	\$ 1,247,430	\$ 1,121,271
Sound equipment.....	988,752	930,276
Photographic equipment.....	766,357	706,814
Projection equipment.....	559,068	532,354
Editing equipment.....	333,132	301,314
Stage equipment.....	93,719	93,719
Machine and carpentry shop equipment.....	131,564	123,409
Research and testing apparatus.....	99,784	94,178
Power generating equipment.....	68,024	66,778
Office equipment.....	239,695	221,014
Motor Vehicles and garage equipment.....	98,955	90,496
Canadian Government Photo Centre equipment.....	192,464	153,142
Miscellaneous.....	158,371	144,389
	4,977,315	4,579,154

NATIONAL FILM BOARD—Continued

The following is a reconciliation of the National Film Board operating account as reflected in the preceding financial statements which were prepared from accounts maintained on an accrual basis with the asset account "National Film Board operating account" which is included in the schedule, Departmental Working Capital Advances in volume I of this report.

Reconciliation

Account per Board's Balance Sheet as at March 31, 1966.....		1,417,994
<i>Deduct—</i>		
Credits from other government departments, recorded subsequent to March 31, 1966...	359,650	
Charges to votes of the Board, recorded subsequent to March 31, 1966.....	39,683	
		<u>399,333</u>
		1,018,661
<i>Add—</i>		
Charges from other government departments, recorded subsequent to March 31, 1966...	1,842	
Overseas and central office cheque issue, not advised till April 1966.....	9,006	
		<u>10,848</u>
Asset account as at March 31, 1966.....		<u>\$ 1,029,509</u>

Summary of Transactions in the National Film Board Operating Account
for the year ended March 31, 1966

Debit balance as at March 31, 1965.....		765,974
Transfers from Vote 1, Administration, production and distribution of films and other visual materials.....	6,485,200	
Miscellaneous receipts, including amounts transferred from appropriations of other departments.....	5,594,737	<u>12,079,937 Cr.</u>
		11,313,963 Cr.
<i>Disbursements—</i>		
Salaries and wages (regular staff).....	4,211,484	
Casual wages.....	105,624	
Contract and term employees.....	1,556,073	
Overtime and supper allowances.....	167,067	
Foreign service employees allowances.....	92,493	
Fees of actors.....	97,698	
Special services.....	1,479,178	
Travel and removal expenses.....	661,508	
Freight, express and cartage.....	130,689	
Postage.....	44,932	
Telephones, telegrams and other communication services.....	142,398	
Printing.....	105,481	
Prints and outside film processing.....	735,639	
Advertising.....	94,958	
Office stationery, supplies, equipment and furnishings.....	137,951	
Materials and supplies.....	1,631,710	
Buildings and works including land—		
Rentals.....	64,314	
Equipment—		
Acquisition.....	238,999	
Repairs and upkeep.....	61,240	
Rentals.....	356,993	
Subscriptions, books and publications.....	13,816	
All other expenditures.....	154,280	
		<u>12,284,525</u>

NATIONAL FILM BOARD—Continued

Add:

Net increase in travel and imprest advances and prepayments—			
Balance March 31, 1966	62,535		
Balance March 31, 1965	24,999		
		37,536	
			12,322,061
Less:			
Transfer to Vote 5, Acquisition of equipment.....			11,272
			12,310,789
Transfer to revenue of unexpended balance of 1964-65			
Parliamentary appropriation.....		32,683	
			12,343,472
Debit balance as at March 31, 1966.....			\$ 1,029,509

Payments by services with individual payments of \$2,000 or over were: *Actors fees* \$98,417 — P Buissonneau Montreal \$2,368; C Denner Paris France \$21,249; *Animator fees* \$27,977 — J W Hoedman St Laurent Que \$2,070; R Karam Duvernay Que \$3,722; C Marchiori Toronto \$10,268; W C Mason Old Chelsea Que \$5,009; *Artists fees* \$26,160 — S Bloomer Pte Claire Que \$4,130; J Fremigacci Lachine Que \$2,335; M Lovejoy Ottawa \$2,080; J Raelo Montreal \$2,180; *Business officers* \$9,068 — C Nedjar Paris France \$4,418; D MacPherson Ottawa \$4,650; *Cameramen fees* \$100,316 — D Arcand Montreal \$4,975; G Blais Montreal \$7,845; Cherry Film Productions Ltd Regina \$7,000; Cine Films Inc Montreal \$5,074; E DeBayser Montreal \$6,085; P Gaudard Montreal \$2,343; A Gelbart Montreal \$2,640; C Jutra Montreal \$4,338; J Kasma Montreal \$7,665; P Lafleur Candiac Que \$2,380; W Lassally London England \$9,375; H J Lemieux Dollard des Ormeaux Que \$8,266; M Lente Toronto \$5,966; P Letarte Outremont Que \$3,169; T Vamos Montreal \$4,757; P Vinet Montreal \$3,732; *Composers and arrangers* \$2,058; *Consultants fees* \$40,151 — A Andersen Syracuse N Y U S A \$4,375; F Bairstow Montreal \$4,900; P Patry Vaudreuil sur le lac Que \$4,133; A Pelletier Westmount Que \$4,250; W Servais Morlanwelz Belgium \$2,500; *Consulting engineers* \$34,716 — N J Pappas and Associates Ltd Montreal \$34,716; *Copyright licence fees* \$6,945 — Composers Authors and Publishers Association of Canada Ltd Toronto \$5,534; *Director of photography* \$5,000 — Fosfine Toronto \$5,000; *Film Directors fees* \$20,112 — J Hubley New York N Y U S A \$7,722; J McKay Port Credit Ont \$7,750; J O'Field Toronto \$2,000; *Film Library and Promotion* \$41,272 — Canadian Film Institute Ottawa \$15,000; Canadian Government Exhibition Commission Ottawa \$19,479; La Cinematheque Canadienne Montreal \$4,000; N Yamamoto Tokyo Japan \$2,268; *Film producers* \$132,189 — Cineclair Engg Montreal \$3,900; Crawley Films Limited Ottawa \$62,299; Editing Associates Toronto \$6,225; Les Films Cassiope Inc Montreal \$6,000; IDI Cinematografica Rome Italy \$17,775; Magnum Photos Inc New York N Y U S A \$11,645; Len Peace Productions West Vancouver B C \$2,757; Scott Films Limited Ottawa \$4,508; Terra Nova Film Productions Ottawa \$12,785; *Film strip producers* \$10,638 — Storyboard Inc New York N Y U S A \$10,638; *Foreign language voice tracks* \$38,238 — Aventin Film Studio Munich Germany \$16,077; Film Negara Malaysia Kuala Lumpur Malaysia \$5,017; International Motion Picture Co Inc Tokyo Japan \$3,119; Laboratorio Cinematografico Helicon Ltda Sao Paulo Brazil \$4,796; Nordisk Kortfilm Copenhagen Denmark \$6,553; Suomi Filmi Oy Helsinki Finland \$2,676; *Location "Prop" construction* \$9,327 — Robert Miller Construction Company Ltd Montreal \$9,327; *Make-up artists* \$3,371; *Musicians fees* \$46,094; *Narrators fees* \$21,026 — H Loiselle Montreal \$3,754; *Photographers fees* \$197,746 — F Dandridge New York N Y U S A \$2,588; John Evans Photography Ottawa \$5,746; John Devisser Islington Ont \$3,851; Ted Grant Ottawa \$9,492; John Max Montreal \$2,950; C F Ruggles Professional Photography Regd Lachine Que \$2,012; Michael Semak Photography Toronto \$4,444; Spaulding Taylor Hall Ltd Toronto \$2,238; K Taconis Toronto \$10,000; Van's Studio Limited Ottawa \$2,632; Ron Vickers Toronto \$7,270; *Post Synchronizers* \$16,370 — G Barnhill Iles Laval Que \$2,360; Synchro-Quebec Ltee Montreal \$14,010; *Research fees* \$42,158 — M Beliveau Montreal \$3,886; M Brault St Hilaire Que \$2,350; G Budner Montreal \$2,200; H Godbout Montreal \$2,058; M Hackborn Willowdale Ont \$3,000; B Lalonde Montreal \$5,080; A Martin Chaville France \$4,500; M McKay Victoria \$2,000; L Portugais St Lambert Que \$4,950; *Translator fees* \$2,031; *Writers fees* \$95,355 — G Choquette Montreal \$6,905; L P Gervais Montreal \$6,333; A Hackney London England \$13,670; B Hutchison Victoria \$2,500; G Major Montreal \$2,000; B Pojar Praha Czechoslovakia \$5,313; Publicite-Services Ltee Montreal \$2,185; S Robertson Montreal \$2,050; M Scott Manotick Ont \$2,150; Sterling Lord Agency (for Ben Kerner) New York N Y U S A \$2,316; G Taaffe Montreal \$2,400; S Whitmore Los Angeles Calif U S A \$3,240; *Writer consultants* \$34,800 — J G Harris Westmount Que \$31,800; E G Sarton Montreal \$3,000; *Writer director* \$34,641 — J Dansereau St Lambert Que \$6,720; R Kelly Toronto \$9,471; A Lamothe Montreal \$4,225; D A Miller London Eng \$7,500; Ernest Reid Films Montreal \$6,725; *Miscellaneous* \$203,483 — Atlantic Helicopters Ltd Montreal \$42,952; E Boyd-Perkins Richmond Surrey Eng \$6,865; Canadian Speakers and Writers Service Toronto \$4,459; S Carpi St Rose Que \$2,592; A Danis Montreal \$2,040; J G Decarie \$2,500; Helicopter Camera Systems Hollywood Calif U S A \$8,053; P Larose Montreal \$2,000; P Mercure Westmount Que \$2,500; Panavision Incorporated Los Angeles Calif U S A \$64,913; J P Paquette Montreal \$4,232; R Pilon Montreal \$3,498; Prieur Entreprises Inc Laval des Rapides Que \$11,304; *Security services* \$97,402 — Canadian Corps of Commissionaires Montreal \$97,402.

NATIONAL FILM BOARD—*Concluded*

Travelling expenses of \$1,000 or over to those serving on a fee basis, or under contract were paid to: D Arzrouni \$1,114; F Bairstow \$1,325; G Blais \$4,975; E Boyd-Perkins \$2,023; S Carpini \$3,453; H Cartier-Bresson \$2,228; Cine Film Inc \$3,039; C Denner \$1,110; J Devisser \$1,252; E Flaiano \$1,144; G L Fortier \$1,749; C Fourcade \$3,935; B Gosselin \$2,809; A Hackney \$2,523; W R Jack \$1,422; C Jutra \$1,000; R Kelly \$3,674; B Kerner \$3,250; D Kiefer \$2,822; J P Lachapelle \$2,053; A Lamothe \$1,415; C Larue \$1,337; W Lassally \$6,192; P J Lazarowich \$1,070; H J Lemieux \$6,908; M Lente \$1,822; P Letarte \$2,669; A Martin \$1,610; G E Martin \$1,768; D T McCartney-Filgate \$1,680; D A Miller \$4,230; J Mondion \$3,806; P Patry \$1,692; P Perrault \$3,491; R Racine \$1,248; J Roffman \$3,164; E Sarton \$2,275; M Scott \$1,200; H S Skinner \$1,222; E Sprott \$1,293; K Taconis \$3,754; M Thomas-d'Hoste \$7,157; L Tremblay \$1,563; T Vamos \$1,128; D Virgo \$3,651.

The value of work completed, services rendered and supplies furnished to other federal government departments and agencies during the year for which billings were made amounted to \$3,403,200 for the Montreal establishment of the Board and \$260,203 for the Canadian Government Photo Centre at Ottawa. Such billings where the amount was \$1,000 or over were as follows: Agriculture \$19,699; Air Canada \$7,718; Atomic Energy of Canada \$9,442; Canada Emergency Measures Organization \$12,364; Canadian Broadcasting Corporation \$65,716; Canadian Commercial Corporation \$64,678; Canadian Corporation for 1967 World Exhibition \$1,122,896; Canadian National Railways \$1,630; Centennial Commission \$1,495; Central Mortgage and Housing Corporation \$24,660; Citizenship and Immigration \$122,642; Export Credit Insurance Corporation \$10,632; External Affairs \$148,442; Fisheries \$52,706; Forestry \$129,610; Industry \$40,012; Justice \$105,031; Labour \$77,937; Mines and Technical Surveys \$69,825; National Capital Commission \$7,955; National Defence \$219,792; National Gallery \$29,509; National Health and Welfare \$174,518; National Museum \$2,584; National Research Council \$11,879; National Revenue \$2,736; Northern Affairs and National Resources \$123,034; Post Office \$16,680; Public Archives \$1,526; Public Printing and Stationery \$76,132; Public Works \$12,244; Royal Canadian Mounted Police \$5,254; Secretary of State \$135,506; St. Lawrence Seaway Authority \$2,622; Trade and Commerce \$568,509; Transport \$7,480; Unemployment Insurance Commission \$170,249; Veterans Affairs \$3,895; miscellaneous (under \$1,000) \$4,164.

An amount of \$458,201 was also billed to the Canadian Broadcasting Corporation for television rentals.

1965-66

PUBLIC ACCOUNTS

•

NATIONAL GALLERY OF CANADA

•

Details of

EXPENDITURES AND REVENUES

•

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NATIONAL GALLERY OF CANADA

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
28·2	1	Administration, operation and maintenance...	\$ 1,879,900 00	\$ 1,815,625 92	\$ 1,308,734 12

Vote 1 Administration, operation and maintenance including the payment of \$300,000 to the National Gallery purchase account for the purpose of acquiring works of art in conformity with section 8 of the National Gallery Act, and grants as detailed in the Estimates.....

1,462,000

Vote 1b To increase to \$692,900 the amount of the payment to the National Gallery purchase account for the purpose of acquiring works of art in conformity with section 8 of the National Gallery Act.....

392,900

Transfer from Department of Finance Vote 15 contingencies.....

25,000

Expenditures.....

1,879,900

\$ 1,815,626

Total revenue arising from the above expenditures amounted to \$5,018.

Administration, operation and maintenance, including grants as detailed in the Estimates

		Estimates	Allotments	Expenditures
	Salaries and wages.....	\$ 425,000		
	Transfer from Department of Finance Vote 15 contingencies.....	25,000		
		(1) 450,000	455,000	446,673
A	Professional and special services.....	(4) 190,000	185,000	177,890
	Travelling expenses—staff.....	(5) 32,000	32,500	31,218
	Freight, express and cartage.....	(6) 3,000	5,100	5,072
	Postage.....	(7) 600	600	571
	Telephones and telegrams.....	(8) 9,000	12,000	11,838
	Publication of departmental reports, catalogues and other material.....	(9) 100,000	70,000	59,507
	Exhibitions, advertising, films and displays.....	(10) 244,000	209,800	195,351
	Office stationery, supplies and equipment.....	(11) 43,000	48,500	45,458
	Materials and supplies.....	(12) 38,000	48,100	47,765
	Acquisition of equipment.....	(16) 36,000	89,000	82,953
	Repairs and upkeep of equipment.....	(17) 2,000	2,000	1,747
	Grant to Royal Canadian Academy of Arts.....	(20) 8,000	8,000	8,000
	Grants, scholarships, bursaries and prizes, as approved by Treasury Board, to promote interest in the fine and applied arts.....	(20) 4,400	4,400	200
B	Travelling expenses—other than staff.....	(22) 18,000	8,000	5,389
	Sundries.....	(22) 9,000	9,000	3,094
		\$ 1,187,000	\$ 1,187,000	\$ 1,122,726

Revenue arising from the above expenditures amounted to \$5,018 and consisted of *Miscellaneous*.

A Payments by services with individual payments of \$2,000 or over were:*Advisory services* \$1,800.*Cleaning services* \$3,900—Sanco Limited Ottawa \$3,900.*Design services* \$11,000—Paul Arthur Ottawa \$11,000.*Restoration services* \$2,697—John M Brealy London England \$2,679.*Research services* \$2,986.*Security services* \$147,029—National Protective Service Co Ltd Ottawa \$147,029.*Stenographic services* \$1,863.*Miscellaneous services* \$6,633.**B** The members of the Board of Trustees serve without remuneration but may receive travelling and other expenses when engaged on business of the Board.*Payment to the National Gallery purchase account for the purpose of acquiring works of art in conformity with section 8 of the National Gallery Act*

	Estimates	Allotments	Expenditures
Payment.....	(22) \$ 692,900	\$ 692,900	\$ 692,900

The National Gallery purchase account is shown under the schedule, Undisbursed Balances of Appropriations to Special Accounts, in volume I of this report (see also appendix to this section).

Total Vote 1.....	\$ 1,879,900	\$ 1,879,900	\$ 1,815,626
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Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	450,000	446,673	393,533
(4) Professional and special services.....	190,000	177,890	158,876
(5) Travelling and removal expenses.....	32,000	31,218	30,352
(6) Freight, express and cartage.....	3,000	5,072	2,087
(7) Postage.....	600	571	593
(8) Telephones, telegrams and other communication services.....	9,000	11,838	8,952
(9) Publication of departmental reports and other material.....	100,000	59,507	69,625
(10) Exhibits, advertising, films, broadcasting and displays.....	244,000	195,351	271,858
(11) Office stationery, supplies, equipment and furnishings.....	43,000	45,458	31,374
(12) Materials and supplies.....	38,000	47,765	33,074
Equipment—			
(16) Construction or acquisition.....	36,000	82,953	38,236
(17) Repairs and upkeep.....	2,000	1,747	1,295
(20) Contributions, grants, subsidies, etc., not included elsewhere.....	12,400	8,200	11,200
(22) All other expenditures.....	719,900	701,383	252,679
Total.....	\$ 1,879,900	\$ 1,815,626	\$ 1,303,734

Estimated value of major services not included in this department's appropriations

	1965-66	1964-65
Accommodation—provided by the Department of Public Works.....	416,600	426,900
Accounting and cheque issue services—Comptroller of the Treasury.....	17,600	19,600
Contributions to superannuation account—Department of Finance.....	23,500	22,200
Employee surgical-medical insurance premiums—Department of Finance.....	2,000	2,000
Employee compensation payments—Department of Labour.....	100	100
Carrying of franked mail—Post Office Department.....	6,300	4,400
	\$ 466,100	\$ 475,200

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
A Refunds of previous years' expenditure.....	202 30	2,676 96
B Miscellaneous.....	5,017 91	20,567 48
Total.....	<u>\$ 5,220 21</u>	<u>\$ 23,244 44</u>

Details

A Refunds of previous years' expenditure.....	202
B Miscellaneous: fees from other galleries for rental of exhibition "The Treasures of Tutankhamon" \$5,000; sundries \$18.....	5,018
Total.....	<u>\$ 5,220</u>

NOTE.—Money received by way of donation, bequest, revenue or otherwise is credited to the National Gallery special operating account in accordance with section 8 (2) of the National Gallery Act. This account is included in the schedule, Deposit and Trust Accounts in volume I of this report (see also appendix to this section).

Certified correct.

WILLIAM S. DALE,
Deputy Director, National Gallery of Canada.

Comparative Statement of Accounts Receivable
at March 31

	1966	1965
Current Year—		
Collectible.....	4,615	4,108
Previous years—		
Collectible.....	180	1
	<u>\$ 4,795</u>	<u>\$ 4,109</u>

During the year, 2 items amounting to \$3 were deleted under authority of section 23 of the Financial Administration Act, c. 116, R.S., as amended.

Appendix

EXHIBIT I

NATIONAL GALLERY OF CANADA

Statement of Expenditure for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

	1966	1965
Administrative and General Services		
Executive and administration.....	\$ 266,733	\$ 262,959
Security.....	149,493	138,358
Display and handling of works of art.....	104,601	74,888
Photographic unit.....	37,622	27,542
Publications.....	25,372	46,051
National Gallery film "The Work of Art".....		48,255
	<u>583,821</u>	<u>598,053</u>
Curatorial Services		
Administration.....	100,421	80,395
Library.....	78,567	66,349
Prints and drawings.....	34,133	34,311
Canadian and war art.....	26,698	21,167
	<u>239,819</u>	<u>202,222</u>
Exhibition and Extension Services		
Administration.....	79,028	85,203
Educational activities.....	86,907	61,320
Exhibitions.....	420,033	478,108
	<u>585,968</u>	<u>624,631</u>
National Conservation Research Laboratory.....	88,104	61,856
Grants to promote interest in the fine arts.....	8,200	11,200
Works of art.....	832,361	191,613
Equipment.....	82,953	38,236
Total expenditure for the year.....	<u>\$ 2,421,226</u>	<u>\$ 1,727,811</u>

Provided by:

National Gallery Votes 1 and 1b.....	\$ 1,122,726	\$ 1,060,734
National Gallery Purchase Account (Exhibit II).....	739,680	189,828
National Gallery Special Operating Account (Exhibit III).....	92,720	2,049
Government departments without charge—estimated value of: employee benefits, accommodation, accounting services and postal services.....	466,100	475,200
	<u>\$ 2,421,226</u>	<u>\$ 1,727,811</u>

Certified correct:

W. S. A. DALE,

Deputy Director.

Approved on behalf of the Board:

JEAN M. RAYMOND,

Chairman.

I. C. POLLACK,

Trustee.

I have examined the above Statement of Expenditure and the related Summaries of National Gallery Purchase Account and National Gallery Special Operating Account Transactions and have reported thereon under date of June 30, 1966, to the Secretary of State of Canada.

A. M. HENDERSON,

Auditor General of Canada.

NATIONAL GALLERY OF CANADA—Continued

PURCHASE ACCOUNT

Summary of transactions for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

	1966	1965
Balance at April 1.....	\$ 65,362	\$ 12,190
Receipts:		
National Gallery of Canada Votes 1 and 1b for the purpose of acquiring works of art in conformity with section 8 of the National Gallery Act.....	692,900	243,000
	<u>758,262</u>	<u>255,190</u>
Disbursements:		
Purchases of works of art:		
Paintings.....	\$ 565,955	82,369
Drawings, prints, etc.....	99,400	41,165
Sculpture.....	52,625	58,344
Decorative arts and crafts.....	21,700	7,950
	<u>739,680</u>	<u>189,828</u>
Balance at March 31.....	<u>\$ 18,582</u>	<u>\$ 65,362</u>

SPECIAL OPERATING ACCOUNT

Summary of transactions for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

	1966	1965
Balance at April 1.....	\$ 82,112	\$ 56,753
Receipts:		
Fees—exhibitions, restoration work.....	\$ 16,673	20,058
Sales—slides, photographs, etc.....	3,270	2,020
Donations and royalties.....	613	5,300
Miscellaneous.....	56	30
	<u>20,612</u>	<u>27,408</u>
	102,724	84,161
Disbursements:		
Purchases of works of art:		
Paintings.....	71,838	1,785
Drawings, prints, etc.....	20,843	
	<u>92,681</u>	<u>1,785</u>
Administrative, operating and maintenance expenditure in addition to that paid from Parliamentary appropriations.....	39	264
	<u>92,720</u>	<u>2,049</u>
Balance at March 31 (including \$1,000 Dominion of Canada 3% per- petual bond, at par—market value \$735).....	<u>\$ 10,004</u>	<u>\$ 82,112</u>

NOTES:—1. The balance at March 31, 1966 included the Glazebrook bequest trust fund amounting to \$1,662.

2. Voluntary contributions received by the National Gallery of Canada to March 31, 1966, towards the preservation of the ancient Nubian Monuments at Abu Simbel in Egypt have amounted to \$8,353 and this amount was forwarded to the United Arab Republic, \$4,912 in 1964-65 and \$3,441 in 1965-66.

NATIONAL GALLERY OF CANADA—*Concluded*

AUDITOR GENERAL OF CANADA

Ottawa, June 30, 1966.

THE HONOURABLE JUDY LAMARSH,
SECRETARY OF STATE OF CANADA,
OTTAWA.

Madam:

I have examined the accounts and financial transactions of the National Gallery of Canada for the year ended March 31, 1966 pursuant to section 9 of the National Gallery Act.

My examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as I considered necessary in the circumstances.

The following financial statements for the year are attached hereto:

Statement of Expenditure	Exhibit I
Summary of National Gallery Purchase Account Transactions	Exhibit II
Summary of National Gallery Special Operating Account Transactions	Exhibit III

Exhibit I combines the expenditures paid out of the Parliamentary appropriations for the administration, operation and maintenance of the Gallery, including grants, with expenditures paid out of the National Gallery Purchase Account and the National Gallery Special Operating Account. Expenditures are shown in the Statement of Expenditure on an activity basis in place of the object-of-expenditure basis used in prior years.

In my opinion, the attached financial statements are properly drawn up so as to exhibit fairly the expenditures of the Gallery and the transactions in the National Gallery Purchase Account and the National Gallery Special Operating Account for the year ended March 31, 1966, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Yours faithfully,

A. M. HENDERSON,
Auditor General of Canada.

1965-66

PUBLIC ACCOUNTS

DEPARTMENT OF
NATIONAL HEALTH AND WELFARE

Details of
EXPENDITURES AND REVENUES

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DEPARTMENT OF NATIONAL HEALTH AND WELFARE

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, and by P.C. 1965-218, February 9, 1965, the Governor in Council transferred from the Department of Veterans Affairs the control or supervision of that part of the public service known as the prosthetic services to the Department of National Health and Welfare.

In accordance with the usual practice, the details of both 1965-66 and 1964-65 expenditures and revenues are shown under the department to which the transfer was made.

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Detailed information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
29- 3	Stat.	Minister of National Health and Welfare—Salary and motor car allowance	16,999 92	16,999 92	17,000 00
ADMINISTRATION					
29- 3	1	Departmental administration.....	2,515,200 00	2,488,648 64	2,220,590 10
HEALTH SERVICES					
29- 4	5	Administration, operation and maintenance, including grants as detailed in the Estimates.....	7,460,300 00	6,637,932 10	6,798,163 71
29- 7		Transfer from Department of Veterans Affairs—that portion of Vote 30, which relates to the prosthetic services	1,079,800 00	995,112 95	939,306 00
29- 7	10	To authorize general health grants to the provinces, the Northwest Territories and the Yukon Territory.....	32,000,000 00	27,855,929 79	35,187,362 05
29-12	15	To authorize hospital construction grants to the provinces, to Northwest Territories and the Yukon Territory..	20,000,000 00	17,622,037 78	21,512,346 68
29-13	Stat.	Contributions to provinces under agreements entered into pursuant to the Hospital Insurance and Diagnostic Services Act.....	319,606,418 33 380,146,518 33	319,606,418 33 372,717,430 95	433,882,420 01 498,319,598 45
MEDICAL SERVICES					
29-14	20	Administration, operation and maintenance.....	32,975,100 00	32,510,997 29	30,602,300 51
29-19	25	Construction or acquisition of buildings, works, land and equipment.....	5,750,000 00 38,725,100 00	4,995,367 23 37,506,364 52	1,924,486 66 32,526,787 17
FOOD AND DRUG SERVICES					
29-20	30	Administration, operation and maintenance.....	5,201,800 00	5,102,271 91	4,081,051 45
29-21	35	Construction or acquisition of equipment.....	265,000 00 5,468,800 00	258,219 22 5,360,491 13	239,881 10 4,320,932 55

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
WELFARE SERVICES					
29·21	40	Administration, operation and maintenance, including grants as detailed in the Estimates.....	5,669,000 00	5,157,823 44	4,308,545 46
29·24	Stat.	Family and youth allowances payments	598,203,373 91	598,203,373 91	572,645,046 60
29·26	41	To authorize family assistance payments to children of immigrants and settlers	2,785,000 00	2,770,180 20	2,072,820 16
29·27	Stat.	Old age assistance and blind and disabled persons allowances.....	45,553,023 73	45,553,023 73	73,981,150 34
29·32	Stat.	Unemployment assistance—Payment of federal share of assistance.....	101,707,172 24	101,707,172 24	107,553,374 35
29·32	Stat.	Fitness and amateur sport—Payments..	2,508,492 80	2,508,492 80	1,996,602 64
29·33	45	To authorize national welfare grants....	1,500,000 00	1,131,747 52	635,099 79
			<u>757,926,062 68</u>	<u>757,031,813 84</u>	<u>763,192,639 34</u>
GENERAL					
29·34	Stat.	Refund of amounts credited to revenue in previous years.....	280 02	280 02	257 98
		<i>Expenditures from appropriations not required for 1965-66.....</i>			620 00
			<u>280 02</u>	<u>280 02</u>	<u>877 98</u>
		Total.....	<u>\$1,184,796,960 95</u>	<u>\$1,175,122,029 02</u>	<u>\$1,300,598,425 59</u>

Salary of Minister, Salaries Act, c. 243, R.S., as amended.....	(1)	\$ 15,000
Motor car allowance to Minister, c. 249, R.S., as amended.....	(2)	\$ 2,000

The above amounts were paid to: Hon Judy LaMarsh for the period April 1 to December 17, 1965, \$12,110; Hon A J MacEachen for the period December 18, 1965 to March 31, 1966, \$4,890.

Hon Judy LaMarsh received travelling expenses of \$4,984 and Hon A J MacEachen received travelling expenses of \$514 both charged to Vote 1.

ADMINISTRATION

Vote 1 Departmental administration.....	2,330,100
Transfer from Department of Finance Vote 15 contingencies.....	185,100
Expenditures.....	<u>2,515,200</u>
	<u>\$ 2,488,649</u>

		Estimates	Allotments	Expenditures
	Salaries and wages.....	\$1,936,000		
	Transfer from Department of Finance Vote 15 contingencies.....	185,100		
		(1)	2,121,100	2,121,100
	Overtime.....	(1)	12,000	12,000
A	Professional and special services.....	(4)	31,000	32,300
	Travelling expenses—Staff.....	(5)	47,200	51,200
	Freight, express and cartage.....	(6)	2,100	2,900
	Postage.....	(7)	5,800	5,800
	Telephones and telegrams.....	(8)	23,000	27,675
	Educational and informational publications.....	(9)	47,500	44,500
	Educational and informational material other than publications.....	(10)	51,000	51,000
	Office stationery, supplies and equipment.....	(11)	117,800	115,800
	Materials and supplies.....	(12)	1,800	1,500
	Acquisition of equipment.....	(16)	9,400	9,450
	Repairs and upkeep of equipment.....	(17)	1,500	2,275
	Expenses of delegates to international and other conferences..	(22)	31,000	28,500
	Sundries.....	(22)	13,000	9,200
			<u>\$ 2,515,200</u>	<u>\$ 2,515,200</u>
				<u>\$ 2,488,649</u>

This vote was provided for general departmental administration expenses including those of the Minister's and Deputy Ministers' offices and of the following divisions: Departmental Secretary, Information Services, Legal, Library, Personnel, Purchasing and Supply, and Research and Statistics.

Revenue arising from the above expenditure amounted to \$158,838 and consisted of *Miscellaneous—Administration* costs recovered from the Canada Pension Plan.

A Payments by service with individual payments of \$2,000 or over were:

Security services \$26,194—Canadian Corps of Commissionaires Montreal \$26,194.

HEALTH SERVICES

Vote 5 Administration, operation and maintenance, including grants as detailed in the Estimates.

Transfer from Department of Finance Vote 15 contingencies	7,175,200
	285,100
	7,460,300
Expenditures	\$ 6,637,932

Revenues arising from the above expenditures amounted to \$104,251.

Health services including assistance to the provinces—Administration including grants as detailed in the estimates

		Estimates	Allotments	Expenditures
Salaries and wages	\$ 516,000			
Transfer from Department of Finance Vote 15 contingencies	24,700			
		(1)	540,700	647,700
Overtime		(1)	2,000	2,000
A Professional and special services		(4)	136,000	136,000
Traveling expenses—Staff		(5)	44,000	44,000
Freight, express and cartage		(6)	2,200	2,200
Telephones and telegrams		(8)	7,800	7,800
Educational and informational publications		(9)	67,000	61,000
Educational and informational material other than publications		(10)	35,000	47,000
Office stationery, supplies and equipment		(11)	14,600	19,600
Materials and supplies		(12)	13,000	6,500
Grant to University of British Columbia towards the cost of construction of a health science centre		(20)	100,000	100,000
Traveling expenses—Other than staff		(22)	40,000	25,000
Sundries		(22)	1,100	1,600
			\$ 1,003,400	\$ 1,100,400
				\$ 1,030,653

This sub-vote was provided for the cost of administration of the Directorate of Health Services, the administration of the federal responsibilities under the Hospital Insurance and Diagnostic Services Act and the administration of the national health grants program.

A Payments by service follows with individual payments of \$2,000 or over shown:

Research services \$119,762—N McK Agnew Saskatoon Sask \$2,206, Association of Medical College Ottawa \$25,000, Canadian Facts Ltd Toronto \$5,000, Canadian Physiotherapy Association Toronto \$6,567, Canadian Public Health Association Toronto \$15,000, Carleton University Ottawa \$6,133, College of General Practice Toronto \$15,000, J Gilbert Montreal \$3,000, Manitoba Educational Research Council Winnipeg \$2,000, Metropolitan Educational T V Association Toronto \$4,280, Royal College of Physicians and Surgeons Ottawa \$15,000, P H D Tacon Fredericton \$5,626, City of Toronto Toronto \$11,000, University of Waterloo Waterloo Ont \$3,950.

Health services, including assistance to the provinces—Consultant and advisory services

		Estimates	Allotments	Expenditures
Salaries and wages	\$ 550,000			
Transfer from Department of Finance Vote 15 contingencies	23,500			
		(1)	573,500	540,500
Overtime		(1)	1,500	1,500
				537,581
				360

		Estimates	Allotments	Expenditures
A	Professional and special services.....	(4) 100,000	80,000	70,534
	Traveling expenses—Staff	(5) 43,000	43,000	35,017
	Freight, express and cartage.....	(6) 5,800	5,800	4,554
	Telephones and telegrams.....	(8) 5,500	6,100	6,055
	Educational and informational publications.....	(9) 118,000	118,000	97,085
	Educational and informational material other than publications.....	(10) 61,000	61,000	57,278
	Office stationery, supplies and equipment.....	(11) 7,600	11,100	10,079
	Materials and supplies.....	(12) 2,600	2,600	1,568
	Acquisition of equipment.....	(16) 300	300	
	Repairs and upkeep of automobile and other equipment.....	(17) 500	500	226
	Traveling expenses—Other than staff	(22) 37,000	31,000	27,982
	Sundries.....	(22) 1,800	3,800	3,014
		<u>\$ 958,100</u>	<u>\$ 905,200</u>	<u>\$ 851,333</u>

This sub-vote was provided for the cost of consultant and advisory services in a number of fields of public health as well as specialized assistance to the provinces.

A Payments by service follows with individual payments of \$2,000 or over shown:

Medical fees (fee for service basis) \$20,139.

Medical fees (specialists or consultants on half day basis) \$39,480—H Fine Toronto \$2,080, H Hethrington Toronto \$2,000, A Rioux Quebec \$5,880.

A distribution of expenditures by services follows:

Child and maternal health.....	156,045
Dental health.....	75,733
Epidemiology.....	137,167
Hospital design and consulting service.....	73,181
Medical rehabilitation.....	130,011
Mental health.....	149,603
Nursing consultant.....	27,271
Nutrition.....	102,322
	<u><u>\$ 851,333</u></u>

*Health services, including assistance to the provinces—Laboratory
and advisory services*

		Estimates	Allotments	Expenditures
	Salaries and wages.....	\$1,995,000		
	Transfer from Department of Finance Vote 15 contingencies.....	207,300		
		(1) 2,202,300	2,165,300	2,146,245
	Overtime.....	(1) 12,000	16,000	13,075
A	Professional and special services.....	(4) 70,000	70,000	66,776
	Travelling expenses—Staff	(5) 100,000	105,500	97,775
	Freight, express and cartage.....	(6) 9,200	13,200	13,023
	Postage.....	(7) 4,000	4,000	4,000
	Telephones and telegrams.....	(8) 16,000	19,600	19,344
	Educational and informational publications.....	(9) 20,000	28,500	27,090
	Educational and informational material other than publications.....	(10) 500	500	310
	Office stationery, supplies and equipment.....	(11) 56,000	56,000	53,515
	Laboratory materials and supplies.....	(12) 334,000	334,000	328,102
	Acquisition of equipment.....	(16) 300,000	319,000	303,741
	Repairs and upkeep of equipment.....	(17) 12,000	14,500	12,816
	Rental of boats.....	(18) 2,000	1,000	796
	Municipal or public utility services.....	(19) 700	700	
	Travelling expenses—Advisory board members and others.....	(22) 15,000	10,000	5,670
	Laundry and other sundry items.....	(22) 9,000	11,200	10,531
		<u>\$ 3,162,700</u>	<u>\$ 3,169,000</u>	<u>\$ 3,102,809</u>

This sub-vote was provided for the cost of:

(a) The Laboratory of Hygiene which provides services in connection with investigation and research into public health problems of national and international importance and also provides consultative services to the provincial departments of health, World Health Organization, British Pharmacopoeia and others.

(b) The Public Health Engineering Division which is responsible from a public health viewpoint for the supervision of public transportation facilities operating in international and interprovincial traffic, federal properties including national parks and the shellfish industry; for the administration of the Public Works Health Act and Regulations; and for pollution investigations of international boundary waters.

(c) The Occupational Health Division which is responsible for the promotion of good health practices among industrial and other occupational groups and provides advisory and consultative services on matters relating to occupational health and air pollution to provincial departments of health, federal departments including Crown companies and to other agencies and interested groups.

(d) The Radiation Protection Division which provides public health supervision of the use of radioactive materials and radiation producing equipment and is responsible for the assessment of radiation exposure of the population from all sources of radiation including fallout from nuclear tests.

Revenue arising from the above expenditures amounted to \$104,251 and consisted of *Services and service fees—film monitoring* \$104,251.

A Payments by service with individual payments of \$2,000 or over were:
Consultant services \$2,400—T W M Cameron Montreal \$2,400.
Provision of refresher courses, conducting surveys and investigations \$8,000—McGill University Montreal \$8,000.
Security services \$52,197—Canadian Corps of Commissionaires Montreal \$52,197.

A distribution of expenditures by divisions, etc., follows:

Laboratory of Hygiene.....	1,293,428
Occupational Health.....	617,903
Public Health Engineering.....	470,998
Radiation Protection.....	720,480
	<u>\$3,102,809</u>

Grants to Health Organizations, as detailed in the Estimates

	Estimates	Allotments	Expenditures
Canadian Mental Health Association.....	15,000	15,000	15,000
Health League of Canada.....	15,000	15,000	15,000
Canadian Public Health Association.....	7,500	7,500	7,500
Canadian Tuberculosis Association.....	20,000	20,000	20,000
Victorian Order of Nurses.....	20,000	20,000	20,000
St. John Ambulance Association.....	15,000	15,000	15,000
Canadian Red Cross Society.....	10,000	10,000	10,000
Canadian Paraplegic Association.....	15,000	15,000	15,000
Canadian Foundation on Alcoholism.....	15,000	15,000	15,000
(20)	<u>\$ 132,500</u>	<u>\$ 132,500</u>	<u>\$ 132,500</u>

Emergency Health Services

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 347,000		
Transfer from Department of Finance Vote 15 contingencies.....	29,600		
(1)	376,600	350,600	347,932
Overtime.....	(1) 2,000	2,000	134
A Professional and special services.....	(4) 30,000	20,000	11,829
Travelling expenses—Staff.....	(5) 23,000	23,000	17,186
Freight, express and cartage.....	(6) 57,500	57,500	43,077
Postage.....	(7) 100	100	100
Telephones and telegrams.....	(8) 3,000	3,000	2,877
Educational and informational publications.....	(9) 31,500	31,500	7,798
Educational and informational material other than publications	(10) 16,000	16,000	13,046
Office stationery, supplies, equipment and furnishings.....	(11) 5,000	5,400	5,223
Materials and supplies.....	(12) 1,560,000	1,560,000	1,014,544
Rental of buildings.....	(15) 75,000	60,000	48,042
Acquisition of equipment.....	(16) 15,000	15,000	4,232
Repairs and upkeep of equipment.....	(17) 1,000	1,200	1,042
Travelling expenses—Other than staff.....	(22) 7,000	7,000	2,881
Sundries.....	(22) 900	900	694
	<u>\$ 2,203,600</u>	<u>\$ 2,153,200</u>	<u>\$ 1,520,637</u>

This sub-vote was provided for the cost of assistance to provincial and municipal governments and others in connection with the emergency organization, preparation and operation of medical, nursing, hospital and public health services, and the stockpile of medical supplies.

A Payments by service with individual payments of \$2,000 or over were:

Training in first aid and home nursing \$2,415.

Miscellaneous services \$2,478.

Total Vote 5.....	<u>\$7,460,300</u>	<u>\$7,460,300</u>	<u>\$6,637,932</u>
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TRANSFER FROM THE DEPARTMENT OF VETERANS AFFAIRS

That portion of Vote 30, which relates to prosthetic services.....	961,800
Transfer from Department of Finance Vote 15 contingencies.....	118,000
	<u>1,079,800</u>
Expenditures.....	<u>\$ 995,113</u>

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 960,000		
Transfer from Department of Finance Vote 15 contingencies.....	118,000		
	(1) 1,078,000	1,078,000	1,075,535
Travelling expenses—Staff.....	(5) 8,500	8,500	7,230
Freight, express and cartage.....	(6) 7,000	7,000	5,190
Postage.....	(7) 2,000	2,000	1,853
Telephones and telegrams.....	(8) 3,000	3,000	2,482
Office stationery, supplies and equipment.....	(11) 1,000	1,000	828
Materials and supplies.....	(12) 240,000	240,000	196,554
Construction or acquisition of equipment.....	(16) 6,000	6,000	3,725
Repairs and upkeep of equipment.....	(17) 2,000	2,000	1,027
Light and power.....	(19) 10,500	11,500	11,495
Water rates, taxes and other public utility services.....	(19) 1,300	1,300	1,263
Sundries.....	(22) 10,500	9,500	5,693
	1,369,800	1,369,800	1,312,875
Less—Recoveries from outside organizations.....	(34) 290,000	290,000	317,762
	<u>\$ 1,079,800</u>	<u>\$ 1,079,800</u>	<u>\$ 995,113</u>

Effective April 1, 1965 under the authority of Order-in-Council P.C. 1965-218, the Prosthetic Services Division was transferred from the Department of Veterans Affairs to the Department of National Health and Welfare. The prosthetic services transferred are essentially those relating to the manufacture and fitting of artificial limbs, braces and orthopaedic boots, but do not include hearing aids or eye glasses. The facilities involved in the transfer are the Central Prosthetic Shop at Sunnybrook Hospital in Toronto and district prosthetic shops at Halifax, Saint John, Montreal, Ottawa, London, Winnipeg, Regina, Calgary, Edmonton, Vancouver and Victoria.

Vote 10 To authorize general health grants to the provinces, the Northwest Territories and the Yukon Territory upon the terms and in the amounts detailed in the Estimates and under terms and conditions approved by the Governor in Council including authority, notwithstanding section 30 of the Financial Administration Act, to make commitments for the current year not to exceed a total amount of \$40,012,960.....	32,000,000
Expenditures.....	<u>\$27,855,930</u>

	<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Assistance to the provinces, the Northwest Territories and the Yukon Territory within the fields and under the terms set out hereunder:			
A General Public Health Grant to assist in extending and improving health services;			
B Tuberculosis Control Grant to assist in an extended program for the prevention and treatment of tuberculosis, including rehabilitation and free treatment;			
C Mental Health Grant to assist in an extended program for the prevention and treatment of mental illness, including rehabilitation and free treatment;			
D Professional Training Grant to assist in an extended program for the training of health and hospital personnel;			
E Cancer Control Grant to assist in an approved program for the detection and treatment of cancer, with the cost thereof to be paid from the provincial share of the said Grant up to an amount equal to one-half of the amount expended thereon by the province;			
F Public Health Research Grant to assist in stimulating and developing Public Health Research; and the conduct of surveys and studies;			
G Medical Rehabilitation and Crippled Children Grant to assist in an approved program, including the prevention and treatment of crippling conditions in children and adults with the cost thereof to be paid from the provincial share of the said Grant up to an amount equal to one-half of the amount expended thereon by the province;			
H Child and Maternal Health Grant to assist in an accelerated and intensified program for the improvement of maternity, infant and child care;			
Public Health Research Grant to assist in stimulating and developing Public Health Research and the conduct of surveys and studies;			
And to be allocated to the provinces, the Northwest Territories and the Yukon Territory, as follows:			
Public Health Research Grant (not allocated to specific provinces).....	4,424,510	4,704,688	4,214,560
General Public Health Grant (portion not allocated to specific provinces).....	300,000	300,000	30,729
Other Health Grants			
Newfoundland.....	1,093,994	1,093,994	1,023,131
Prince Edward Island.....	385,269	385,269	385,268
Nova Scotia.....	1,515,902	1,515,902	1,515,682
New Brunswick.....	1,275,538	1,275,538	1,272,296
Quebec.....	10,040,717	10,040,717	
Ontario.....	11,367,630	11,087,452	10,493,210
Manitoba.....	1,844,728	1,844,728	1,719,401
Saskatchewan.....	1,810,671	1,810,671	1,503,025
Alberta.....	2,651,704	2,651,704	2,465,024
British Columbia.....	3,154,667	3,154,667	3,085,974
Northwest Territories.....	90,019	90,019	90,019
Yukon Territory.....	57,611	57,611	57,611
	<u>40,012,960</u>	<u>40,012,960</u>	<u>27,855,930</u>

	<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
<i>Less</i> —Estimated amount required for commitments to fall due during the fiscal year in accordance with the General Health Grants detailed above but not required for actual expenditure during that year.....	8,012,960	8,012,960	
Total, General Health Grants..... (30)	<u>\$32,000,000</u>	<u>\$32,000,000</u>	<u>\$27,855,930</u>

These grants were established in 1948-49 as a step in the development of adequate health services for the people of Canada. Grants are available to the provinces upon terms and conditions approved by the Governor in Council and upon certification by the Minister that a province has agreed thereto. General conditions which apply to all grants are that the projects may be submitted as part of a satisfactory provincial plan or program for the development of the relevant health services, and that the province undertakes to (a) expend the moneys received out of its share of the grant for the development of the approved plan or program; (b) furnish from time to time, reports and statements of the expenditure to the Minister covering the development of the plan or program; (c) refund unexpended moneys on completion of any project or at the end of the fiscal year, whichever is earlier; and (d) maintain adequate records and accounts. Payment of grants is based on the submission of audited claims for reimbursement of expenditure made by provincial governments.

A tabular statement showing the amounts paid and the amounts available to the provinces in the current fiscal year follows:

STATEMENT OF PAYMENTS OF GENERAL

Grant	New- foundland	Nova Scotia	Prince Edward Island	New Brunswick	Quebec	Ontario
	\$	\$	\$	\$	\$	\$
A General Public Health.....	383,191 <i>383,191</i>	774,863 <i>774,863</i>	178,139 <i>178,139</i>	581,525 <i>581,525</i>	..... <i>3,601,446</i>	4,461,005 <i>4,739,912</i>
Special allocation for extension of training facilities and resources.....						30,729
B Tuberculosis Control.....	195,638 <i>215,723</i>	77,598 <i>77,598</i>	33,673 <i>33,673</i>	71,718 <i>71,718</i>	..... <i>761,800</i>	844,681 <i>892,266</i>
C Mental Health.....	178,941 <i>217,699</i>	392,589 <i>392,589</i>	128,672 <i>128,672</i>	310,999 <i>310,999</i>	..... <i>3,235,321</i>	2,777,581 <i>2,835,960</i>
D Professional Training.....	100,430 <i>112,450</i>	52,421 <i>52,421</i>	10,922 <i>10,922</i>	65,128 <i>68,370</i>	..... <i>908,940</i>	598,500 <i>633,052</i>
E Cancer Control.....	3,450 <i>3,450</i>	43,832 <i>43,832</i>	15,557 <i>15,557</i>	68,370 <i>68,370</i>	..... <i>557,288</i>	497,448 <i>503,935</i>
F Public Health Research.....	18,033	178,900	18,798	51,827	1,102,170	1,448,359
G Medical Rehabilitation and Crippled Children.....	101,000 <i>101,000</i>	89,146 <i>89,366</i>	10,992 <i>10,993</i>	99,220 <i>99,220</i>	..... <i>712,978</i>	929,671 <i>962,352</i>
H Child and Maternal Health...	60,481 <i>60,481</i>	85,233 <i>85,233</i>	7,313 <i>7,313</i>	75,336 <i>75,336</i>	..... <i>262,944</i>	384,323 <i>519,975</i>
Special provision applicable to the Northwest Territories and Yukon Territory—Other Health Grants.....						
	1,041,164 <i>1,093,994</i>	1,694,582 <i>1,515,902</i>	404,066 <i>385,269</i>	1,324,123 <i>1,275,538</i>	1,102,170 <i>10,040,717</i>	11,972,297 <i>11,087,452</i>

NOTES: Payments to Province of Quebec, except for Public Health Research Grant, to be dealt with under provisions of the Established Programs (Interim Arrangements) Act.

Amounts in italics represent the maximum amounts which were available to each province.

HEALTH GRANTS TO PROVINCES DURING 1965-66

Manitoba	Saskatchewan	Alberta	British Columbia	Northwest Territories	Yukon Territory	Unallocated	Total
\$	\$	\$	\$	\$	\$	\$	\$
885,496 948,281	708,190 835,946	1,217,576 1,217,576	1,529,437 1,536,387	90,019			10,809,441 14,797,266
						300,000	30,729 300,000
86,538 94,453	81,023 81,023	117,118 117,118	187,629 187,629		23,700		1,719,316 2,533,001
441,074 455,246	352,115 448,901	655,754 655,754	638,225 684,196		33,911		5,909,861 9,365,337
90,116 100,629	84,156 99,210	130,091 145,471	148,262 156,419				1,280,026 2,287,884
	99,210 99,210	145,471 145,471	259,419 259,419				1,132,757 1,696,532
626,035	214,620	130,445	417,373	8,000		4,704,688	4,214,560 4,704,688
145,479 148,529	110,258 146,360	92,392 217,071	261,319 261,319				1,839,477 2,749,188
70,699 97,590	68,073 100,021	106,622 153,243	61,683 69,298				919,763 1,431,434
				90,019	57,611		147,630
2,345,437 1,844,723	1,717,645 1,810,671	2,595,469 2,651,704	3,503,347 3,154,667	98,019 90,019	57,611 57,611	5,004,688	27,855,930 40,012,960

Vote 15 To authorize hospital construction grants to the provinces, the Northwest Territories and the Yukon Territory upon the terms and in the amounts detailed in the Estimates and under terms and conditions approved by the Governor in Council including authority, notwithstanding section 30 of the Financial Administration Act, to make commitments for the current year not to exceed a total amount of \$28,073,332.....

20,000,000
\$17,622,038

Expenditures.....

	Estimates	Allotments	Expenditures
Assistance to the provinces, the Northwest Territories and the Yukon Territory within the fields and under the terms set out hereunder:			
Hospital construction grants to assist the provinces in the provision of adequate accommodation for hospital and health services to be distributed on the following bases: \$2,000 per bed for hospital beds or bed equivalents in the case of health facilities; and \$750 per bed for living quarters for nurses and interns; and for assistance in renovations of hospital and health facilities which shall not exceed in any case an amount determined according to the foregoing bases or one-third of the total cost, whichever is less; in all cases the provinces to match or exceed the federal contribution which shall in no case exceed one-third of the actual total cost. (Grant consists of \$20,367,320 being the annual allocation and of a revote of \$7,706,012 for unclaimed allocations since April 1, 1953);			
And to be allocated to the provinces, the Northwest Territories and the Yukon Territory, as follows:			
Newfoundland.....	1,400,067	1,400,067	976,428
Prince Edward Island.....	251,486	251,486	201,835
Nova Scotia.....	897,485	897,485	759,147
New Brunswick.....	1,837,642	1,837,642	127,267
Quebec.....	5,960,139	5,960,139	3,464,408
Ontario.....	7,012,064	7,012,064	6,918,796
Manitoba.....	1,397,734	1,397,734	975,880
Saskatchewan.....	2,097,268	2,097,268	1,101,126
Alberta.....	2,612,941	2,612,941	1,601,390
British Columbia.....	4,197,880	4,197,880	1,459,331
Northwest Territories.....	250,093	250,093	36,430
Yukon Territory.....	158,533	158,533	
Total, hospital construction grants.....	28,073,332	28,073,332	17,622,038
Less—Estimated amount required for commitments to fall due during the fiscal year, in accordance with the hospital construction grants detailed above but not required for actual expenditure during that year.....	8,073,332	8,073,332	
Total, hospital construction grants..... (30) \$20,000,000		\$20,000,000	\$17,622,038

NOTE.—The amounts of the revotes of the hospital construction grants, as specified in the details of the Estimates, were calculated before the Supplementary Estimate of \$2,000,000 was made available, and before all payments to the provinces in respect of the fiscal year 1964-65 were known. Payment in respect of that year to the provinces of Newfoundland, Nova Scotia, New Brunswick, Quebec, Ontario, Manitoba, Alberta, and Northwest Territories was higher than estimated, and consequently, the amount of the revotes available to these provinces was overstated as follows:

	Estimates	Overestimate of revote	*Net amount available for commitment
Newfoundland.....	1,400,067	26,398	1,373,669
Nova Scotia.....	897,485	81,482	816,003
New Brunswick.....	1,837,642	254,527	1,583,115
Quebec.....	5,960,139	68,645	5,891,494
Ontario.....	7,012,064	28,132	6,983,932
Manitoba.....	1,397,734	24,270	1,373,464
Alberta.....	2,612,941	1,008,351	1,604,590
Northwest Territories.....	250,093	17,859	232,234
	\$21,368,165	\$ 1,509,664	\$19,858,501

*Net amount only was made available to the provinces for commitment.

The following are the payments of hospital construction grants to provinces in the current fiscal year, the maximum amounts available in the year and the net cumulative payments from the inception of the policy to the close of the year:

	Payments current year	Maximum amounts available	Net cumulative payments
Newfoundland.....	976,428	1,373,669	5,283,191
Nova Scotia.....	759,147	816,003	10,113,638
Prince Edward Island.....	201,835	251,486	1,415,041
New Brunswick.....	127,267	1,583,115	7,333,467
Quebec.....	3,464,408	5,891,494	66,524,457
Ontario.....	6,918,796	6,983,932	81,846,113
Manitoba.....	975,880	1,373,464	12,443,409
Saskatchewan.....	1,101,126	2,097,268	12,634,976
Alberta.....	1,601,390	1,604,590	17,571,411
British Columbia.....	1,459,331	4,197,880	18,297,456
Northwest Territories.....	36,430	232,234	131,506
Yukon Territory.....		158,533	23,855
	<u>\$17,622,038</u>	<u>\$26,563,668*</u>	<u>\$233,618,520</u>
*Total, hospital construction grants as per estimates.....			28,073,332
Deduct: Overestimate of revotes.....			1,509,664
Total amount available to provinces.....			<u>\$26,563,668</u>

Contributions to provinces under agreements entered into pursuant to the Hospital

Insurance and Diagnostic Services Act, c. 28, 1956-57, as amended..... (30) \$319,606,418

The act authorizes the Minister, with the approval of the Governor in Council, to enter into an agreement with any province to provide for the payment by Canada of contributions towards the cost of insured hospital and diagnostic services incurred by the province. Agreements have been made with all the provinces and the territories.

The act provides that Canada's contribution shall be paid in respect of each calendar year and that the amount of the contribution to each province is to be based on a formula which gives consideration to (a) the per capita costs of in-patient services in Canada; (b) the per capita cost of in-patient services in the province; (c) the cost of out-patient services in the province; (d) the proportion of the population of the province entitled to insured services; and (e) the proportion of the year during which an agreement existed. A formula, similar in effect, is prescribed by the regulations for the calculation of monthly advances on account of contributions.

STATEMENT OF FEDERAL GOVERNMENT PAYMENTS TO PROVINCES AND TERRITORIES FROM INCEPTION OF PROGRAM TO CLOSE OF 1965-66

	1958-59 to 1961-62	1962-63	1963-64	1964-65	1965-66	Total
	\$	\$	\$	\$	\$	\$
Newfoundland.....	18,918,801	7,472,463	8,724,910	9,623,951	11,649,658	56,389,783
Nova Scotia.....	31,203,643	13,519,975	15,174,843	15,902,172	18,078,039	93,878,672
Prince Edward Island.....	2,840,039	1,673,681	1,922,524	2,102,586	2,436,077	10,974,907
New Brunswick.....	22,036,562	10,894,712	12,611,338	13,750,896	14,919,440	74,212,948
Quebec.....	86,959,259	88,713,635	113,848,887	128,158,682	*26,860,197 Cr.	390,820,266
Ontario.....	274,016,200	122,103,383	136,039,777	151,477,498	171,899,251	855,536,109
Manitoba.....	46,767,841	17,348,934	19,664,964	20,947,877	23,131,485	127,861,101
Saskatchewan.....	52,216,095	18,278,459	21,312,084	23,526,106	25,868,645	141,201,389
Alberta.....	61,109,448	25,784,973	28,310,623	31,447,964	36,859,945	183,512,953
British Columbia.....	81,381,120	30,049,148	33,687,397	36,057,502	40,545,529	221,720,696
Northwest Territories.....	639,792	523,148	597,445	579,608	721,748	3,061,741
Yukon Territory.....	464,720	310,267	349,443	307,578	356,798	1,788,806
Total.....	678,553,520	336,672,778	392,244,235	433,882,420	319,606,418	2,160,959,371

*The credit of \$26,860,197 is the difference between (a) 32,159,931 transferred as a charge to the Department of Finance in 1965-66 under the Established Programs (Interim Arrangements) Act for payments made in 1964-65 with respect to January, February and March 1965 and (b) a direct payment to Quebec of \$5,299,734 as a final payment for 1963.

MEDICAL SERVICES

Vote 20 Administration, operation and maintenance including authority to make recoverable advances in amounts not exceeding in the aggregate the total of all amounts to be paid by the Governments of Provinces and Territories under agreements to be entered on terms approved by the Governor in Council with such governments in respect of health assistance to persons residing on Indian reserves other than Indians and to residents of the territories other than Indians and Eskimos......

32,002,500

Vote 20e......

500,000

Transfer from Department of Finance Vote 15 contingencies......

472,600

32,975,100

Expenditures......

32,510,998

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$14,401,000			
Transfer from Department of Finance Vote 15 contingencies.....	472,600			
		(1)		
Overtime.....		14,873,600	14,793,600	14,673,984
Allowances.....		(1) 100,000	125,000	124,827
A Hospital, doctors' and other professional and special services.....	(2)	1,100,000	1,063,000	1,030,261
Travelling expenses—Staff.....	(4)	9,227,500	9,092,500	9,078,804
Freight, express and cartage.....	(5)	797,000	802,000	784,863
Postage.....	(6)	127,000	127,000	107,067
Telephones and telegrams.....	(7)	38,000	38,000	36,553
Educational and informational publications.....	(8)	172,000	197,000	190,052
Educational and informational material other than publications.....	(9)	20,000	20,000	14,042
Office stationery, supplies and equipment.....	(10)	11,000	11,000	10,706
Hospital, medical and other materials and supplies.....	(11)	135,000	162,000	144,413
Repairs and upkeep of buildings and works.....	(12)	3,540,000	3,580,000	3,432,028
Rental of buildings and works.....	(14)	270,000	265,000	244,438
Repairs and upkeep of equipment.....	(15)	135,000	135,000	121,550
Municipal or public utility services.....	(17)	148,000	148,000	139,354
B Transportation of patients and travelling expenses of other than staff.....	(19)	760,000	835,000	808,185
C Laundry and other sundry items.....	(22)	1,300,000	1,360,000	1,358,046
		(22) 221,000	221,000	211,825
		\$32,975,100	\$32,975,100	\$32,510,998

This vote includes provision for the cost of:

(a) Indian and northern health services which provided treatment and preventive medical care for the Indian and Eskimo population of Canada and was responsible for operation of 17 hospitals, 43 nursing stations and 121 other health centres and clinics. A statement of expenditures by hospitals is shown after the comments.

(b) Administration of the Quarantine and Leprosy Acts including the maintenance of quarantine facilities, the medical inspection of incoming and outgoing traffic by land, sea and air; the treatment of lepers and the surveillance of contacts and suspected persons.

(c) Immigration medical services including the medical examination of immigrants overseas, the medical examination and treatment of immigrants and alien non-immigrants in Canada and the provision of medical advice to the Department of Citizenship and Immigration. The European Section of these services has its headquarters in London, England and offices in 7 centres in the United Kingdom and in 15 centres on the Continent of Europe and in one centre in Asia. In addition immigrants may be examined by local medical officers appointed in certain areas in the British Isles, Eire, Austria, Norway, Finland, France, Denmark, Spain, Sweden, Malta, Portugal, India and Pakistan.

(d) Sick mariners treatment services comprising the medical and surgical care and other treatment including nursing, hospitalization for those not covered by provincial health insurance and drugs as required, to crew members of vessels which pay tonnage duties as provided by Part V of the Canada Shipping Act. No revenue was collected from government vessels. Additional services in special cases included the transportation of patients from small centres to larger cities for specialized forms of treatment and for the burial of indigent persons who die while under treatment.

(e) Civil service health services, including the certification of medical fitness of entrants appointed to the government service by the Civil Service Commission, general supervision of the health of civil servants, physical examination and necessary immunization of members of the Foreign Service and their dependents on assignment abroad and special medical investigations and studies relating to health matters. The aim of the program is the control of diseases by the exercise of preventive measures, including the provision of emergency medical care, the operation of clinics, and the distribution of educational material.

(f) Civil aviation medicine services including the administration of physical standards for aviation personnel licenced by the Department of Transport, medical advice on all matter pertaining to the safety, health and comfort of aircrew, ground crew and passengers in relation to flight and the study of the progress and recent advances in the field of aviation medicine particularly as it applies to civil aviation in Canada.

Revenues arising from the above expenditures amounted to \$5,286,811, and consisted of *Privileges, licences and permits*—rentals \$299,661; *Proceeds from sales*—handicrafts \$34,444, meals \$174,974, sundries \$164; *Services and service fees*—glasses and dentures for Indians and Eskimos \$16,812, hospitalization (other than Indians) \$230,745, professional services including out-patient care \$267,103, receipts re public health services \$182,750, reimbursement by provinces in connection with hospital plans for treatment of Indians in Federal Government hospitals \$3,305,090, tonnage duties \$734,408; *Miscellaneous*—fines and forfeitures \$400, sundries \$40,260.

Expenditures included ex-gratia payments of \$100 or over as follows:

Particulars and payee	Authority	Amount
Reimbursement for court costs and legal fees re breach of a lease. C B Smith.....	P.C. 1965-20/1189 June 30, 1965	2,259
Reimbursement for medical expenses incurred in 1964 while a member of the crew of fishing vessel <i>F V M</i> . E F Maillet.....	P.C. 1965-27/1711 September 22, 1965	300
		<u>\$2,559</u>

A Payments by services with individual payments of \$2,000 or over were:

Dentists and dental surgeons \$168,365—F M Bourassa Regina \$5,652, I D Calder Yellowknife N W T \$5,081, D G Connor Winnipeg \$3,631, G DeCloux Edmonton \$2,304, D D Didow Elk Point Alta \$5,917, B Friesen Edmonton \$4,225, S J Fuzy Winnipeg \$3,151, G A Giovannetti Sydney N S \$2,315, N T Godfrey Prince Albert Sask \$6,838, J A Haiden Biggar Sask \$2,098, W F Hancock Fort Qu'Appelle Sask \$7,364, C R Hill Shellbrook Sask \$2,357, D R Jacob Winnipeg \$3,400, A Jamieson Turtleford Sask \$2,125, D R Jeschke Grenfell Sask \$4,235, D K Kalra Kamloops B C \$8,468, V W Kennedy Edmonton \$2,050, P J Kuling Canora Sask \$12,399, D N Lawton St Paul Alta \$2,286, J Sylvio Lynch Montreal \$3,983, J E MacDiarmid Regina \$2,571, D J McLeod Vancouver \$2,652, L G Mandin St Paul Alta \$2,643, D R Martin Kamloops B C \$4,611, V E Mose Vancouver \$2,317, L E Mottram Fort Churchill Man \$4,379, C L Nelson Lillooet B C \$7,428, A G Osborn Winnipeg \$2,240, V A Petro Regina \$5,565, A P Proctor Victoria \$3,813, W J Siebert Rosthern Sask \$5,423, D N Takahashi Merrit B C \$2,239, T K Tomlinson Prince Albert Sask \$6,604, A G Verchere Ladysmith B C \$3,211, A T Verchere Ladysmith B C \$1,978, J A Watt Shellbrook Sask \$2,393, G W Whitaker Kenora Ont \$4,769, Whitehorse Dental Clinic Whitehorse Y T \$8,872, F W Zens Port Alberni B C \$4,778.

Hospital insurance premiums \$1,155,245—Manitoba Hospital Commission Winnipeg \$262,407, Ontario Hospital Services Commission Toronto \$606,084 and Saskatchewan Hospital Fund Trust Account Regina \$286,754.

Medical care plans \$124,531—Physicians Services Inc Toronto \$116,359, Windsor Medical Services Inc Windsor Ont \$8,172.

Medical services, consultants and specialists, on one half day basis \$67,045—C S Allen and J G Watt Vancouver \$4,290, J Bellemare Quebec \$7,080, J Calder Edmonton \$5,616, W E Cryslar Brantford Ont \$2,080, N Drouin Limoilou Que \$5,600, R F Dunne Quebec \$4,680, A M Edwards Edmonton \$5,976, S Hanson Edmonton \$5,688, F A Herbert Edmonton \$3,636, G H W Lucas Toronto \$3,084, H Meltzer Edmonton \$9,720, J D Roger and J T M Fraser Ottawa \$4,560, L E Ross Ashcroft B C \$2,335, G L Willox Edmonton \$2,700.

Medical services, general practitioners on one half day basis \$70,322—Associate Medical Clinic The Pas Man \$3,280, Associated Medical Practitioners Balcarres Sask \$14,058, Associated Medical Practitioners Fort Qu'Appelle Sask \$2,376, M Beaudreau Montreal \$10,720, S Caminetsky Winnipeg \$2,140, R D Coddington Vancouver \$6,048, J L Downey Winnipeg \$3,720, W C Good North Battleford Sask \$5,154, M A Gormley North Battleford Sask \$3,888, Suraj Prakash New Delhi India \$2,900, L Roy Montreal \$7,920, E R Siddall Pine Falls Man \$3,000, W J Wolfe North Battleford Sask \$5,118.

Medical services, fee for service basis \$1,149,377—L E Aleixandre Sault Ste Marie Ont \$6,649, T Allard Richibucto N B \$5,038, T H Almond Wadena Sask \$3,283, D W Archibald Burns Lake B C \$7,788, W E Artes Dominion City Man \$2,734, Atwood Ringwood and Lee Williams Lake B C \$8,912, L J Bachand St Joseph du Lac Que \$5,074, J F Bailey Little Current Ont \$3,413, J C Baird Wadena Sask \$2,201, J T Balmanne Yarmouth N S \$6,480, D S Barrit Goodsoil Sask \$4,639, L F C Berlinguet Three Rivers Que \$5,614, N Birsle Freeport N S \$2,165, D G Black Digby N S \$3,007, H J Bland Canso N S \$4,373, E I Blenkinsop Canwood Sask \$2,234, E Boies Schefferville Que \$2,222, L G Bolduc Senneterre Que \$9,281, A H Boon Birch River Man \$3,751, G Boudreau Cheticamp N S \$2,197, R Bradley La Ronge \$19,221, M Briscoe Kingston Ont \$2,000, C C Browne and Associates Nanaimo B C \$3,370, J P Bugeaud and B E Brosseau Bonnyville Alta \$3,402, M D Cabatu Fredericton \$4,316, F T Cenaiko Wakaw Sask \$2,225, M Chiasson Terrace B C \$2,169, J V Clark Mayo Y T \$3,037, M D Clark Lillooet B C \$9,295, R Comeau Campbellton N B \$8,193, J R Corbett Clark's Harbour N S \$3,076, L Cote Havre St Pierre Que \$8,612, O Cotton Gaspé Que \$2,137, E L Covert Hay River N W T \$8,908, M Creurer Meadow Lake Sask \$2,521, C A

Cusack Lestock Sask \$3,261, C M David Nanaimo B C \$3,608, F R Decosse St Paul Alta \$15,796, M E Delory Bridgewater N S \$2,308, R E Dempster Rossburn Man \$2,106, Depew and Gordon Campbell River B C \$5,470, L Derome Amos Que \$5,612, J Digaspari Baie Comeau Que \$5,809, T B Dobson Neepawa Man \$3,254, B Donnelly Erickson Man \$4,864, H G Dormaar Williams Lake B C \$3,323, C Doucet Campbellton N B \$2,242, E W Dow Trenton Ont \$9,921, W Dumas St Felicien Que \$9,599, J D Duncan and D J Dundee Kitimat B C \$3,812, R M Dykes Wetaskiwin Alta \$8,479, R M Dysart Moncton N B \$2,858, H L Edwards Birtle Man \$2,107, K N Edwards Lytton B C \$12,482, J P Ellis Brentwood B C \$6,340, J J Fahlman Kinistino Sask \$7,867, A F Ferre Emerson Man \$2,817, H W Fish McLennan Alta \$4,840, E R Ford MacGregor Man \$3,111, R R Francis Edmonton \$4,094, B R Frazer Victoria \$5,956, P W Frobb Vilna Alta \$5,867, J D Gauthier Shippegan N B \$4,258, R L Gendreau Ste Rose du Lac Man \$7,205, George Dobie Taylor Alport MacDougall Cunning and McLurg Regina \$13,690, S Gervais Roberval Que \$3,788, R R Gibbins St Walburg Sask \$2,214, J L Giovannetti Newcastle N B \$4,313, W C Good North Battleford Sask \$3,510, H Graham Paradise Hill Sask \$14,299, S S Graham Marathon Ont \$3,481, E N Gramlich Wetaskiwin Alta \$16,240, J C Gray Uranium City Sask \$12,272, G Griggs Morris Man \$8,651, J H Grove Ottawa \$7,940, R R Hamilton Kelvington Sask \$4,793, L W Hardy Saskatoon Sask \$2,010, D T R Hassard Edmonton \$3,571, R L Hay Rocky Mountain House Alta \$5,015, W S Haynes Williams Lake B C \$3,564, H B Heese Rosthern Sask \$2,897, S S Hein Rocky Mountain House Alta \$3,063, G K Heydon Chemainus B C \$8,323, Hicks and Boyd Terrace B C \$2,112, M W Hoffman Ile-a-la-Croise Sask \$9,989, I Huard Grindstone Que \$4,159, H G Humes Mission City B C \$6,986, G B Isman Wolseley Sask \$4,872, Janzen and Greve Rosthern Sask \$7,311, G Jean Loretteville Que \$2,060, A R Kempton Leduc Alta \$3,862, K J Kenny Broadview Sask \$13,291, W S Kergin Prince Rupert B C \$2,271, L C Kindree Squamish B C \$7,444, J S Klotzek Reston Man \$3,612, J H Kope Enderby B C \$3,227, J J Laberge Prince Rupert B C \$9,091, E LaBrie Cap aux Meules Que \$5,472, L V Laevens Kamsack Sask \$10,264, L E K Laflamme Seven Islands Que \$5,269, M Lafleche Senneterre Que \$2,292, A K A Lam Calgary Alta \$2,450, C S Lambert Leoville Sask \$2,050, J L Lapierre St Constant Que \$7,120, R G Large Prince Rupert B C \$3,302, R G Large and A W Large Prince Rupert B C \$6,634, Y Latour Chibougamau Que \$4,102, L Lavallee Fort Georges Que \$6,241, D W Leahy Grandview Man \$2,973, J T L'Ecuyer Maniwaki Que \$8,859, A J Lee Sudbury Ont \$5,909, J I Leeson Warton Ont \$5,037, J A L'Heureux La Tuque Que \$6,548, W J Lukas North Battleford Sask \$4,713, G Mabon Swan Lake Man \$4,222, D F MacDonald Yarmouth N S \$2,156, G J Mack Kitimat B C \$2,139, G MacKenzie Strathclair Man \$2,835, M H MacKinnon Woodstock N B \$2,508, D MacLean Williams Lake B C \$2,737, C L MacMillan Baddeck N S \$7,122, D MacMillan Sheet Harbour N S \$3,865, A H H Malcolm Geraldton Ont \$3,581, J Mallett West Pubnico N S \$4,102, G M Malone Fort Vermilion Alta \$14,609, A D Mann Burns Lake B C \$2,896, T L Marfleet Maidstone Sask \$6,683, R Martel Hauterive Que \$4,558, B Martin Maria Que \$2,765, R Martine Meadow Lake Sask \$3,854, P S Mathur Moser River N S \$2,128, J Matvenko Burns Lake B C \$5,119, C W McCowan Calgary Alta \$2,837, J R McCrimmon Pincher Creek Alta \$3,779, H R McDiarmid Tofino B C \$14,716, H A McLean Esperanza B C \$6,076, A B McLeod Cornwall Ont \$24,582, J B McQuay Mindemoya Ont \$3,857, D D Mercer Southampton Ont \$5,955, J R Michaud Spiritwood Sask \$2,898, H Millette Lestock Sask \$2,219, J D Milne Calgary Alta \$5,510, A W Mooney Vanderhoof B C \$14,782, R W Morgan Victoria \$7,842, R D Morrison Hope B C \$2,815, G M Mullin Prince Rupert B C \$8,585, A J Murchison Pubnico N S \$2,591, Neil and Neil Carlyle Sask \$11,841, J N Neville Ladysmith B C \$2,241, M O'Brien Yarmouth N S \$2,850, W D Oliver Indian Head Sask \$2,812, F B O'Neil Perth N B \$3,915, H O'Reilly Fort Qu'Appelle Sask \$3,637, J L O'Sullivan Emo Ont \$5,945, A Q Paje Big River Sask \$2,364, P Pappous Prince Rupert B C \$5,981, W V V Pardy Mount Brydges Ont \$5,986, S S Parlee Edmonton \$2,144, G Paulson Lundar Man \$2,713, A H Phelps Chilliwack B C \$3,045, H J Pickup Alert Bay B C \$16,334, M M Pierce Winnipeg \$2,103, P Pillar St John's \$2,552, R S Pledger Montreal \$6,679, L G Powell and P O'Donoghue Yellowknife N W T \$10,313, J E L Price St John's \$2,223, E D Rathbone Fort William Ont \$4,925, R L Reeves Eganville Ont \$3,048, C D Reid Val d'Or Que \$2,694, J B Reid Truro N S \$4,392, J N Richards and J Gelson Turtleford Sask \$15,232, A S Robbins Lockeport N S \$4,230, G E Robinson Tyne Valley P E I \$2,108, N Robitaille Espanola Ont \$3,395, P M Roy Seven Islands Que \$10,155, E M Savage Cold Lake Alta \$6,804, M Scherz Oak Lake Man \$3,375, M Scholtz Norquay Sask \$6,487, F Scott Loon Lake Sask \$10,794, D Shay Winnipegosis Man \$5,270, J P Sherin Lakefield Ont \$2,590, W Shydowski Bassano Alta \$2,245, J H B Skinner Hornepayne Ont \$2,287, E W Skwarok Vancouver \$3,417, E R Somerleigh Nipigon Ont \$3,751, C M Stafford and M J Gilbert Grenfell Sask \$7,745, P L Steele Balcarres Sask \$6,909, G Steenson Ashern Man \$5,585, L J Stephen Dauphin Man \$2,028, R C D Stewart Stewiacke N S \$4,541, G W Sykes Punniichy Sask \$13,916, D Taschereau Val d'Or Que \$2,428, Tassin Mewhort Janes and Morrow Duncan B C \$13,891, M Thivierge Port Alfred Que \$2,252, N Todd Chilliwack B C \$7,171, J M Tremblay Sorel Que \$3,717, M Vagyi Chase B C \$9,616, G R Walker Sudbury Ont \$2,798, W R Wardill Geraldton Ont \$2,096, M K Weare Smithers B C \$3,806, H W Webster Port Alberni B C \$2,052, T Y Whang Blind River Ont \$6,342, J E Whiting Hazelton B C \$6,959, T Wickham Ladysmith B C \$2,794, R D Wilkins Grand Bank Nfld \$2,749, A M Wilson Barrington Passage N S \$4,267, S C Windle and Associates Edmonton \$3,924, Wood and Sibley Rose Valley Sask \$3,257, P J V Woollacott Kitimat B C \$5,128, R D Wright Tisdale Sask \$3,009, L W M Yelland New Westminster B C \$9,327, S W Yung Fort McMurray Alta \$5,311.

Clinical services \$456,725—Abbott Clinic Winnipeg \$15,609, Associated Anaesthetists Regina \$2,565, Associate Medical Clinic Melfort Sask \$5,072, Associate Medical Clinic Prince Albert Sask \$25,922, Associate Medical Clinic The Pas Man \$19,093, Associated Medical Practitioners Balcarres Sask \$2,749, Brandon Clinic Brandon Man \$10,729, Burriss Clinic Kamloops B C \$12,866, Calgary Associate Clinic Calgary Alta \$3,047, Cardston Clinic Cardston Alta \$31,707, Carrot River Medical Clinic Carrot River Sask \$7,221, Carruthers Clinic Sarnia Ont \$4,721, Dawson Creek Medical Clinic Dawson Creek B C \$2,157, Dingwall Medical Group Dryden Ont \$4,284, Elk Point Clinic Elk Point Alta \$7,927, Flin Flon Clinic Flin Flon Man \$9,928, Fort Frances Clinic Fort Frances Ont \$11,712, Geraldton District Clinic Geraldton Ont \$3,302, High Prairie Clinic High Prairie Alta \$16,250, Lac La Biche

Clinic Lac La Biche Alta \$3,408, Lake of the Woods Clinic Kenora Ont \$24,875, Lloydminster Clinic Lloydminster Sask \$8,717, McDiarmid Clinic Brandon Man \$2,242, Medical Arts Association of Radiologists Edmonton \$13,368, Medical Arts Clinic Regina \$15,419, Medical Associates Parry Sound Ont \$6,907, Medical Clinic Gladstone Man \$5,456, Medical Clinic Invermere B C \$2,871, Medical Clinic Merritt B C \$15,404, Medical Clinic Powell River B C \$6,902, Medical Clinic Salmon Arm B C \$3,652, Medical Clinic Sechelt B C \$7,270, Medical Clinic Wetaskiwin Alta \$11,351, Medical Clinic Whitehorse Y T \$31,775, Medical Services Division Bella Coola B C \$6,782, Medical Services Division Queen Charlotte City B C \$7,851, Montmartre Clinic Montmartre Sask \$2,294, Physician Anaesthetic Services Winnipeg \$3,855, Portage Medical Services Portage la Prairie Man \$7,185, Port Arthur Clinic Port Arthur Ont \$2,447, Red Lake Medical Group Red Lake Ont \$14,055, Russell Clinic Russell Man \$5,074, St Jean Clinic St Jean Man \$2,792, Shellbrook Clinic Shellbrook Sask \$8,704, Taber Medical Centre Taber Alta \$6,869, Thompson Clinic Thompson Man \$2,221, United Church of Canada Burns Lake B C \$2,440, Walker Clinic Fort MacLeod Alta \$14,359, R B White Clinic Penticton B C \$3,840, Wrinch Memorial Doctors' Service Hazelton B C \$9,479.

Security services \$20,568—Canadian Corps of Commissionaires Ottawa \$20,568.

Payments by service only:

Hospitalization, general \$651,231.

Hospitalization, mental \$1,059,737.

Hospitalization, tubercular \$2,259,312.

Hospitalization, other including custodial care \$112,615.

B *Transportation of patients, etc.*—Expenditures included transportation of Indians and Eskimos to and from hospitals and included \$671,080 for air travel.

C *Laundry and other sundry items*—The cost of laundry services amounted to \$102,777.

STATEMENT OF EXPENDITURES FOR OPERATION AND MAINTENANCE OF INDIAN
HOSPITALS AND REVENUES FOR THE FISCAL YEAR 1965-66

Name	Rated capacity	Salaries, wages and allowances	Medical and hospital supplies	Food	Fuel	Repairs of buildings and equipment	All other expenditures	Total	Revenues received during the year
		\$	\$	\$	\$	\$	\$	\$	\$
Lady Willingdon, Ohsweken, Ont.....	26	172,788	13,161	12,581	3,752	4,789	16,389	223,460	90,299
Moose Factory, Moose Factory, Ont.....	155	770,011	65,060	90,425	141,689	49,119	218,310	1,334,614	503,410
Sioux Lookout, Sioux Lookout, Ont.....	70	471,454	24,847	50,686	15,496	10,111	35,717	608,311	188,112
Fisher River, Fisher River, Man.....	15	156,295	17,928	14,405	3,899	4,628	25,584	222,739	106,358
*Fort Alexander, Pine Falls, Man.....		2,547				1,642		4,189	240
Norway House, Norway House, Man.....	38	466,473	20,744	36,129	34,831	19,539	62,586	640,302	159,379
North Battleford, North Battleford, Sask.....	50	270,990	26,649	21,495	5,420	8,582	51,297	384,433	284,123
Qu'Appelle, Fort Qu'Appelle, Sask.....	65	471,236	13,935	28,786	7,917	25,698	72,289	619,861	249,096
Blackfoot, Gleichen, Alta.....	27	118,331	9,541	12,090	2,107	6,061	12,951	161,081	74,927
Blood, Cardston, Alta.....	37	171,667	18,008	14,836	3,389	4,320	24,822	237,042	135,257
Charles Camell, Edmonton, Alta.....	458	2,095,993	167,317	176,273	20,356	16,637	169,327	2,645,903	794,710
Coqualeetza, Sardis, B.C.....	150	750,171	31,217	58,396	12,209	12,132	40,133	904,258	102,767
Miller Bay, Prince Rupert, B.C.....	90	591,667	44,823	61,536	22,487	16,819	71,366	808,698	99,680
Nanaimo, Nanaimo, B.C.....	100	619,395	17,609	43,242	17,736	4,270	53,349	755,601	65,543
Frobisher, Frobisher Bay, N.W.T.....	28	235,266	25,692	39,362	35,695	5,841	158,110	499,966	171,702
Inuvik, Inuvik, N.W.T.....	100	476,386	32,574	96,614	82,642	14,629	150,121	852,966	308,183
Whitehorse, Whitehorse, Y.T.....	120	636,604	43,566	40,003	60,186	17,350	86,253	883,962	533,499
	1,529	8,477,274	572,671	796,859	469,811	222,167	1,248,604	11,787,386	3,867,285

*Closed December 31, 1964.

Vote 25 Construction or acquisition of buildings, works, land and equipment including payments to hospitals and other institutions which care for Indians and Eskimos as contributions towards the construction of hospitals and related facilities.....

5,050,000

Vote 25d.....

700,000

5,750,000

Expenditures.....

\$4,995,367

	Estimates	Allotments	Expenditures
Payments to hospitals and other institutions which care for Indians and Eskimos as contributions towards the construction of hospitals and related facilities.....	490,000		
Hay River N W T—			
Grant to H H Williams Memorial Hospital.....		70,000	70,000
Shellbrook Sask—			
Grant to Shellbrook Union Hospital.....		25,000	25,000
Swan Lake Man—			
Grant to Lorne Memorial Medical Nursing Unit.....		25,000	25,000
Winnipegosis Man—			
Grant to Crerar Hospital.....		25,000	25,000
	(13) 490,000	145,000	145,000
A Construction or acquisition of buildings and works.....	4,961,000		
Headquarters—Ottawa.....		50,000	11,843
Projects to meet unforeseen urgent construction items at any location in Canada		50,000	11,843
Central Region			
Hodgson Man—			
Construct hospital nurses' residence and two family dwellings (shared).....		3,000	152
Norway House Man—			
Conversion of heating plant from coal to fuel oil....		5,000	101
Rankin Inlet N W T—			
Replace nursing station facility.....		35,000	32,423
Sioux Lookout Ont—			
Construct one family dwelling.....		18,000	17,247
		61,000	49,923
Foothills Region			
Edmonton Alta—			
Construction of new Charles Camsell Hospital.....		5,045,000	4,198,209
Contract: McNamara Construction Western Ltd \$6,829,428, expenditure \$4,062,023 including hold-backs \$252,220, to date \$5,044,402.			
Consultant's fees: Rule, Wynn and Rule in association with John A McDonald and Bernard Wood, expenditures \$135,582, to date \$417,293.			
Fox Lake Alta—			
Construct nursing station and garage.....		26,000	
		5,071,000	4,198,209
Northwest Territories and Yukon			
Frobisher Bay N W T—			
Construction of hospital			
Contract (1962-63): C A Pitts General Construction Ltd \$1,408,962 expenditure \$24,106, to date \$1,408,962 (final).....		26,500	24,106
Aklavik N W T—Construct nursing station.....		34,000	33,298
Fort Franklin N W T—Construct nursing station....		67,500	66,216
Whale Cove N W T—Complete health station.....		4,000	3,412
		132,000	127,032
		5,314,000	

	Estimates	Allotments	Expenditures
All regions— <i>Less</i> anticipated amount required for commitments but not required for actual expenditure....		258,000	
Total construction or acquisition of buildings and works (13)	4,961,000	5,056,000	4,387,007
B Acquisition of equipment..... (16)	299,000	549,000	463,360
	<u>\$ 5,750,000</u>	<u>\$ 5,750,000</u>	<u>\$ 4,995,367</u>
A Contracts were awarded through the Department of Public Works.			
B Consisted of purchase of hospital equipment, \$400,150 and transportation equipment, \$63,210.			

FOOD AND DRUG SERVICES

Vote 30 Administration, operation and maintenance.....	4,883,000
Transfer from Department of Finance Vote 15 contingencies.....	318,800
	<u>5,201,800</u>
Expenditures.....	<u>\$ 5,102,272</u>

Total revenue arising from the above expenditures amounted to \$36,986.

Administration of the Food and Drugs and the Proprietary or Patent Medicine Acts

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$3,552,000		
Transfer from Department of Finance Vote 15 contingencies.....	307,000		
	(1)	3,859,000	3,907,000
Overtime..... (1)	12,000	15,000	14,997
A Professional and special services..... (4)	135,000	116,500	109,843
Travelling expenses—Staff..... (5)	180,000	206,000	204,859
Freight, express and cartage..... (6)	8,400	8,400	8,399
Postage..... (7)	4,000	4,000	3,802
Telephones and telegrams..... (8)	33,000	43,000	42,947
Educational and informational publications..... (9)	28,600	29,400	22,522
Educational and informational material other than publications..... (10)	12,000	12,000	11,638
Office stationery, supplies and equipment..... (11)	130,000	127,500	119,072
Materials and supplies..... (12)	207,000	210,500	206,237
Repairs and upkeep of equipment..... (17)	24,000	23,500	22,587
Travelling expenses—Other than staff..... (22)	10,000	10,000	9,320
Sundries..... (22)	19,000	23,000	22,575
	<u>\$ 4,662,000</u>	<u>\$ 4,735,800</u>	<u>\$ 4,653,452</u>

This sub-vote was provided for the administration and enforcement of the Food and Drugs and the Proprietary or Patent Medicine Acts which were designed to govern and control the safety, purity and quality as well as the labelling and advertising of all foods, drugs, cosmetics and therapeutic devices manufactured or sold in Canada.

Revenue arising from the above expenditures amounted to \$31,461 and consisted of *Privileges, licences and permits*—food and drugs \$11,126; *Services and service fees*—sundries \$575; *Miscellaneous*—fines and forfeitures \$13,570, sundries \$6,190.

A Payments by services with individual payments of \$2,000 or over were:

Legal services \$22,456—R Hull Toronto \$4,063, J Konst Ottawa \$2,100, M Lalonde Montreal \$6,672.

Medical fees, specialists or consultants on half day basis \$16,678—C A Morrell Ottawa \$2,080.

Research services \$11,755—A Sehon McGill University Montreal \$5,500.

Security services \$14,622—Canadian Corps of Commissioners Ottawa \$14,622.

*Administration of the Narcotic Control Act and Part 3 of the Food and Drugs
Act (Controlled Drugs)*

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Salaries and wages.....	\$324,000			
Transfer from Department of Finance Vote 15 contingencies.....	11,800			
	(1)	335,800	299,800	298,047
Overtime.....	(1)	2,000	2,000	14
A Legal fees, court costs and other services.....	(4)	125,000	108,000	102,627
Travelling expenses—Staff.....	(5)	48,000	37,000	35,206
Telephones and telegrams.....	(8)	1,500	1,500	1,499
Educational and informational publications.....	(9)	3,000	200	5
Office stationery, supplies and equipment.....	(11)	22,000	16,000	10,456
Sundries.....	(22)	2,500	1,500	966
		<u>\$ 539,800</u>	<u>\$ 466,000</u>	<u>\$ 448,820</u>

This sub-vote was provided for the cost of administration of the Narcotic Control Act and part 3 of the Food and Drugs Act, respecting the control of legal, and the prevention of illegal, sale of narcotics in Canada.

Revenues arising from services provided through the above expenditures amounted to \$5,525 and consisted of *Privileges, licences and permits—controlled drugs* \$5,525.

A Payments by services with individual payments of \$2,000 or over were:

Legal services \$96,337—Cox Taylor and Company Victoria \$2,080, W H Heffernan Vancouver \$29,023, S Hogg Toronto \$4,385, P Lamontagne Montreal \$18,059, W M Martin Toronto \$5,719, J D McAlpine Vancouver \$9,510, McBride Hickey Green McCallum and Mann Hamilton Ont \$2,024, Prowse Grossman and Mousseau Edmonton \$2,476, Raymond and Honsberger Toronto \$9,410.

Total Vote 30.....	<u><u>\$ 5,201,800</u></u>	<u><u>\$ 5,201,800</u></u>	<u><u>\$ 5,102,272</u></u>
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Vote 35 Construction or acquisition of equipment.....	265,000
Expenditures.....	(16) \$ 258,219

Consisted of purchases of scientific equipment \$230,364 and transportation equipment \$27,855.

WELFARE SERVICES

Vote 40 Administration, operation and maintenance, including grants as detailed in the Estimates.....	4,762,000
Vote 40b.....	838,000
Transfer from Department of Finance Vote 15 contingencies.....	69,000
	<u><u>5,669,000</u></u>
Expenditures.....	<u><u>\$5,157,823</u></u>

Income Security Directorate—Administration
(formerly family allowances and old age security)

	<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Salaries and wages.....	\$ 3,685,000		
Transfer from Department of Finance Vote 15 contingencies.....	60,000		
	(1) 3,745,000	3,685,000	3,500,977
Overtime.....	(1) 124,000	124,000	20,368
A Professional and special services.....	(4) 40,000	37,000	27,506
Travelling expenses—Staff.....	(5) 70,000	70,000	66,810
Freight, express and cartage.....	(6) 8,000	8,000	6,081
Postage.....	(7) 135,000	135,000	134,900
Telephones and telegrams.....	(8) 40,000	40,000	33,004
Educational and informational publications.....	(9) 71,000	74,000	48,330
Educational and informational material other than publications..	(10) 57,000	117,000	107,014
Office stationery, supplies and equipment.....	(11) 215,000	215,000	188,539
Sundries.....	(22) 4,000	4,000	3,001
	<u>\$ 4,509,000</u>	<u>\$ 4,509,000</u>	<u>\$ 4,136,530</u>

Revenue arising from the above expenditure amounted to \$24,887 and consisted of *Miscellaneous—Administration* costs recovered from the Canada Pension Plan.

- A Payments by services with individual payments of \$2,000 or over were:
Investigations \$13,528.
Security services \$11,150—Canadian Corps of Commissionaires Ottawa \$11,150.

Public assistance and welfare grants
directorates—Administration

(formerly old age and unemployment assistance, blind persons and disabled persons allowances—administration, and national welfare grants administration)

	<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Salaries and wages.....	\$ 335,000		
Transfer from Department of Finance Vote 15 contingencies.....	5,000		
	(1) 340,000	350,000	345,595
Overtime.....	(1) 4,000	4,000	399
Professional and special services.....	(4) 31,500	31,500	18,879
Travelling expenses—Staff.....	(5) 46,000	34,400	26,947
Telephones and telegrams.....	(8) 2,600	2,600	2,439
Educational and informational publications.....	(9) 6,000	6,000	3,247
Office stationery, supplies and equipment.....	(11) 6,500	8,100	7,683
Travelling expenses—Other than staff.....	(22) 3,500	3,500	670
Sundries.....	(22) 800	800	245
	<u>\$ 440,900</u>	<u>\$ 440,900</u>	<u>\$ 406,104</u>

This sub-vote was provided for the federal administration costs of the Old Age Assistance Act, the Unemployment Assistance Act, the Blind Persons Act, the Disabled Persons Act, and the National Welfare Grants program.

A distribution of expenditures by division follows:

National Welfare Grants—Administration.....	68,188
Old Age Assistance, Blind and Disabled Persons Allowances—Administration.....	51,673
Unemployment Assistance—Administration.....	286,243
	<u>\$ 406,104</u>

A statement of direct administration costs for the combined Family Allowances, Family Assistance, Youth Allowances and Old Age Security programs follows:

	Department of National Health and Welfare	Comptroller of the Treasury	Department of Public Works	Total
Newfoundland.....	108,082	142,212	4,844	255,138
Nova Scotia.....	185,229	203,101	20,554	408,884
Prince Edward Island.....	42,850	39,649	8,234	90,733
New Brunswick.....	163,255	182,869	24,840	370,964
*Quebec.....	894,382	1,292,812	91,973	2,279,167
Ontario.....	1,241,514	1,706,632	93,537	3,041,683
Manitoba.....	202,749	255,071	9,981	467,801
Saskatchewan.....	207,501	258,864	27,194	493,559
Alberta.....	258,238	381,245	26,758	666,241
British Columbia.....	334,963	482,274	33,218	850,455
Ottawa.....	497,767	106,654		604,421
	<u>\$ 4,136,530</u>	<u>\$ 5,051,383</u>	<u>\$ 341,133</u>	<u>\$ 9,529,046</u>

*No issue of Youth Allowance made.

The cost of the four programs, apportioned according to the number of cheques issued, follows:

Family allowances.....	6,353,037
Family Assistance.....	33,646
Old Age security.....	2,358,768
Youth allowances.....	783,595
	<u>\$ 9,529,046</u>

Special programs directorate—Administration
(formerly fitness and amateur sport—administration and emergency welfare services)

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 333,000		
Transfer from Department of Finance Vote 15 con- tingencies.....	4,000		
	(1) 337,000	337,000	313,290
Overtime.....	(1) 2,000	1,500	286
Professional and special services.....	(4) 18,000	17,000	1,137
Travelling expenses—Staff.....	(5) 33,000	30,000	23,188
Freight, express and cartage.....	(6) 8,800	6,800	2,032
Postage.....	(7) 600	600	600
Telephones and telegrams.....	(8) 6,000	6,000	5,774
Educational and informational publications.....	(9) 23,200	23,200	14,599
Educational and informational material other than publications...	(10) 16,400	14,400	8,764
Office stationery, supplies, equipment and furnishings.....	(11) 9,500	8,200	5,572
Materials and supplies.....	(12) 50,000	60,000	26,641
Travelling expenses—Other than staff.....	(22) 2,000	1,500	668
Sundries.....	(22) 1,000	1,300	1,038
	<u>\$ 507,500</u>	<u>\$ 507,500</u>	<u>\$ 403,589</u>

This sub-vote was provided for the federal administration costs of the Act to encourage fitness and amateur sport, and for assistance to provincial and municipal governments and to others in connection with the organization, preparation, and operation of services to provide emergency accommodation, feeding supplies, guidance and welfare assistance to persons who have lost or left their homes because of acts of war, apprehended acts of war or natural disasters.

A distribution of expenditures by divisions follows:

Emergency Welfare Services, including International Welfare Services.....	297,845
Fitness and Amateur Sport—Administration.....	105,744
	<u>\$ 403,589</u>

Grants to welfare and related organizations, as detailed in the Estimates

	<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Canadian national institute for the blind.....	55,000	55,000	55,000
L'Association canadienne française des aveugles.....	6,000	6,000	6,000
L'Institut nazareth de Montreal.....	4,050	4,050	4,050
Montreal association for the blind.....	4,050	4,050	4,050
Canadian association for retarded children.....	25,000	25,000	25,000
Canadian highway safety council.....	25,000	25,000	25,000
Canadian welfare council.....	57,500	57,500	57,500
Canadian rehabilitation council.....	15,000	15,000	15,000
Canadian conference on aging.....	20,000	20,000	20,000
	<hr/>	<hr/>	<hr/>
	(20) \$ 211,600	\$ 211,600	\$ 211,600
	<hr/>	<hr/>	<hr/>
Total Vote 40.....	\$ 5,669,000	\$ 5,669,000	\$ 5,157,823
	<hr/>	<hr/>	<hr/>

Family and youth allowances payments*Family allowances payments, Family Allowances Act, c.109, R.S., as amended*

Payments..... (25) \$ 551,734,824

The above act, as amended, provides for payment of monthly allowances for all eligible children under the age of sixteen years who are resident in Canada. For administrative purposes, regional offices of the family allowances division have been established in each provincial capital.

While application for registration of a child for family allowances is made by both parents, the allowances are normally paid to the female applicant, except in most unusual circumstances. There are certain eligibility requirements set out in the legislation including maintenance by the parent, school attendance, etc. The scale of monthly payment for each child is as follows: for children under 10 years of age—\$6 per month; for children from 10 to 16 years—\$8 per month. Payment ceases with the payment for the month in which the child reaches the age of 16 years.

Payments of allowances are made under authority of the act, from unappropriated moneys in the consolidated revenue fund; while the administrative expenses are payable out of moneys appropriated by Parliament for the purpose (Vote 40).

A distribution, by provinces, of payments made to parents or other parties responsible for the maintenance of children eligible for such allowances follows:

DETAILS OF FAMILY ALLOWANCES PAYMENTS

Province in which recipients reside	1965-66			1964-65		
	Number of families March, 1966	Number of children March, 1966	Payments	Number of families March, 1965	Number of children March, 1965	Payments
			\$			\$
Newfoundland	69,346	210,512	16,945,059	68,418	210,016	16,871,056
Nova Scotia	104,856	267,689	21,636,528	105,163	269,845	21,776,090
Prince Edward Island	14,054	39,632	3,231,716	14,191	40,201	3,266,459
New Brunswick	82,851	233,724	18,982,908	82,578	235,714	19,069,036
Quebec	792,955	2,043,428	164,972,052	780,305	2,037,605	163,888,093
Ontario	983,502	2,284,059	182,377,586	964,468	2,248,642	179,056,316
Manitoba	132,148	321,747	25,925,991	133,500	323,862	25,926,570
Saskatchewan	131,266	332,952	26,988,369	131,449	335,381	26,891,288
Alberta	213,489	525,859	42,345,742	212,630	525,976	41,996,326
British Columbia	254,871	589,041	47,006,573	247,635	573,714	45,745,199
Northwest Territories	4,145	11,119	897,627	3,895	10,616	857,160
Yukon Territory	2,153	5,295	424,673	2,317	5,441	431,638
	2,785,636	6,865,057	551,734,824	2,746,549	6,817,013	545,775,231

STATEMENT OF PAYMENTS OF FAMILY ALLOWANCES FROM INCEPTION
OF PROGRAM TO CLOSE OF 1965-66

	1945-46 to 1961-62	1962-63	1963-64	1964-65	1965-66	Total
	\$	\$	\$	\$	\$	\$
Newfoundland	167,543,304	16,562,083	16,747,021	16,871,056	16,945,059	234,668,523
Nova Scotia	287,992,885	21,838,772	21,790,679	21,776,090	21,636,528	375,034,954
Prince Edward Island	43,881,299	3,259,952	3,274,057	3,266,459	3,231,716	56,913,483
New Brunswick	252,290,183	19,340,514	19,198,184	19,069,036	18,982,908	328,880,825
Quebec	1,939,217,795	160,299,080	162,172,423	163,888,093	164,972,052	2,590,549,443
Ontario	1,871,173,141	172,711,354	175,544,730	179,056,316	182,377,586	2,580,863,127
Manitoba	313,395,050	25,523,719	25,727,440	25,926,570	25,925,991	416,498,770
Saskatchewan	355,483,959	26,539,801	26,650,259	26,891,288	26,988,369	462,553,676
Alberta	432,298,657	40,315,732	41,227,721	41,996,326	42,345,742	598,184,178
British Columbia	464,925,129	43,834,184	44,712,129	45,745,199	47,006,573	646,223,214
Northwest Territories and Yukon Territory	12,774,660	1,341,158	1,267,581	1,288,798	1,322,300	17,994,497
	6,140,976,062	531,566,349	538,312,224	545,775,231	551,734,824	8,308,364,690

Youth allowances payments, Youth Allowances Act, c.23, Statutes of 1964-65

Payments..... (25) \$ 46,468,550

The act provides for payment of a monthly allowance of \$10 for all eligible youths who have attained the age of sixteen years and who have not attained the age of eighteen years. There are certain eligibility requirements set out in the legislation including maintenance by the parent, school attendance, etc. Payment ceases with the payment for the month in which the youth reaches the age of eighteen years.

Payments of allowances, which commenced September, 1964, are made under authority of the act, from unappropriated moneys in the consolidated revenue fund; while the administrative expenses are paid out of moneys appropriated by Parliament for the purpose (Vote 40).

A statement, by provinces, of payments made to parents or other parties responsible for the maintenance of youths eligible for such allowances follows:

DETAILS OF YOUTH ALLOWANCES PAYMENTS

Province	1965-66		1964-65		Total Payments from inception
	Number of children March, 1966	Payments	Number of children March, 1965	Payments	
		\$		\$	\$
Newfoundland.....	15,121	1,591,901	13,798	881,777	2,473,678
Nova Scotia.....	23,148	2,691,768	23,549	1,590,976	4,282,744
Prince Edward Island.....	3,593	395,465	3,435	231,142	626,607
New Brunswick.....	20,072	2,311,244	20,079	1,352,716	3,663,960
Ontario.....	190,706	21,978,399	187,713	12,652,036	34,630,435
Manitoba.....	28,078	3,249,490	28,123	1,916,217	5,165,707
Saskatchewan.....	29,699	3,414,834	29,253	1,990,364	5,405,198
Alberta.....	42,058	4,836,771	41,451	2,806,661	7,643,432
British Columbia.....	51,770	5,934,292	50,139	3,415,086	9,349,378
Northwest Territories.....	290	34,176	235	15,780	49,956
Yukon Territory.....	259	30,210	262	17,060	47,270
	404,794	46,468,550	398,037	26,869,815	73,338,365

Total Statutory item..... \$ 598,203,374

Vote 41 Family assistance, under such terms and conditions as may be approved by Treasury Board, in respect of children of immigrants and settlers (formerly under Citizenship and Immigration).....

2,300,000

Vote 41d.....

475,000

Transfer from Department of Finance Vote 15 contingencies.....

10,000

2,785,000

Expenditures..... (25) \$ 2,770,180

This vote was provided for the payment of an allowance for children of immigrants and settlers during their first year in Canada, that is, until eligibility for family allowances is established. It is paid under the same terms and conditions and in the same amounts as family allowances. Family assistance became the direct responsibility of the Department of National Health and Welfare on April 1, 1965, after having been administered since July 1, 1962 by the Department of National Health and Welfare on behalf of the Department of Citizenship and Immigration.

A statement, by provinces, of payments made to parents or other parties responsible for the maintenance of children eligible for the allowance follows:

DETAILS OF FAMILY ASSISTANCE PAYMENTS

Province in which recipients reside	1965-66			1964-65		
	Number of families March, 1966	Number of children March, 1966	Payments	Number of families March, 1965	Number of children March, 1965	Payments
			\$			\$
Newfoundland	80	180	13,534	71	149	11,784
Nova Scotia	181	358	29,972	147	325	23,994
Prince Edward Island	9	20	1,870	11	23	1,896
New Brunswick	176	393	25,682	111	245	19,262
Quebec	3,227	6,065	478,992	2,728	5,054	401,656
Ontario	9,928	19,607	1,534,505	7,656	14,706	1,150,989
Manitoba	523	1,142	94,067	467	950	78,440
Saskatchewan	326	695	51,900	219	441	38,460
Alberta	1,023	2,210	167,002	703	1,388	112,043
British Columbia	2,317	4,880	370,564	1,576	3,315	232,730
Northwest Territories	6	14	1,352	7	14	956
Yukon Territory	4	8	740	4	10	610
	17,800	35,572	2,770,180	13,700	26,620	2,072,820

Old age assistance and blind and disabled persons allowances

*Old age assistance—Payment of federal share of assistance,
Old Age Assistance Act, c. 199, R.S., as amended*

Payments (26) \$26,942,198

The act, as amended, makes provision for federal contributions to the provinces of 50 per cent of not more than \$75 per month towards assistance to people who have attained the age of 65 years and who fulfil the residence and income requirements in the act. In order to qualify, an applicant must have resided in Canada for the 10 years immediately preceding the date of the proposed commencement of assistance. Both the act and the regulations under the act make special provision for persons who may have been absent during the 10 year period. The maximum income allowed, including assistance, is \$1,260 a year in the case of an unmarried person, \$2,220 in the case of a married person and \$2,580 in the case of a married person with a blind spouse. Assistance is not payable to any person who is in receipt of an allowance under the Blind Persons Act, the Disabled Persons Act or the War Veterans' Allowances Act, or a pension under the Old Age Security Act.

Under the act, the provincial government is required to enter into an agreement with the federal government. Subject to the provisions of the act, a province may specify the minimum age of a recipient and any other conditions of eligibility set forth in the provincial law, the maximum assistance to be paid and the maximum amounts of allowable income.

Under their agreements, the provinces and the two territories paid assistance at maximum rates. Under all agreements, old age assistance is payable at the age of 65 years. The maximum amounts of income allowed by the agreements are the amounts specified in the act. There are no added conditions of eligibility.

*Blind persons allowances—Payment of federal share of allowances,
Blind Persons Act, c. 17, R.S., as amended*

Payments..... (26) \$3,632,152

The act, as amended, makes provision for federal contributions to the provinces of 75 per cent of not more than \$75 per month towards the payment of allowances to blind persons of 18 years of age or over who fulfil the residence and income requirements specified in the act. The act requires residence in Canada during the 10 years immediately preceding the date of the proposed commencement of the allowance, but makes special provision for persons who may have been absent from Canada during the 10 year period. In the case of an unmarried person, the maximum income allowed, including allowance, is \$1,500 a year or \$1,980 if there is a dependent child or children. The maximum income allowed a married person is \$2,580 a year or \$2,700 if the spouse is also blind. An allowance for blindness is not payable to any person who is in receipt of assistance under the Old Age Assistance Act, an allowance under the Disabled Persons Act or War Veterans' Allowance Act, a pension under the Old Age Security Act, or a pension in respect of blindness under the Pension Act.

Under the act, the provincial government is required to enter into an agreement with the federal government. Subject to the conditions of the act, a province may specify the maximum allowance to be paid, and the maximum amounts of allowable income. Under their agreements, the provinces and the two territories paid allowances at maximum rates. The maximum amounts of income allowed by the agreements are the amounts specified in the act.

*Disabled persons allowances—Payment of federal share of allowances,
Disabled Persons Act, c. 55, 1953-54, as amended*

Payments..... (26) \$14,978,673

The act, as amended, makes provision for federal contributions to the provinces of 50 per cent of not more than \$75 per month towards the payment of allowances to totally and permanently disabled persons of 18 years or over who fulfil the residence and income requirements and other conditions specified in the act. The act requires residence in Canada during the 10 years immediately preceding the date of the proposed commencement of the allowance, but makes special provision for persons who may have been absent from Canada during the 10 year period. The maximum income allowed, including allowance, is \$1,260 in the case of an unmarried person, \$2,220 in the case of a married person and \$2,580 in the case of a married person with a blind spouse.

Under the act, the provincial government is required to enter into an agreement with the federal government. Subject to the provisions of the act, a province may specify the maximum age of a recipient and any other conditions of eligibility set forth in the provincial law, the maximum allowance to be paid and the maximum amounts of allowable income.

Under their agreements, the provinces and the two territories paid allowances at maximum rates. The maximum amounts of income allowed by the agreements are the amounts specified in the act. The minimum age specified in the agreements is 18 years.

Total Statutory item..... \$45,553,023

A statement of federal expenditures by provinces in connection with assistance to the aged, the blind and the disabled follows:

STATEMENT OF FEDERAL GOVERNMENT PAYMENTS IN CONNECTION WITH ASSISTANCE TO THE AGED, BLIND AND DISABLED
FOR THE FISCAL YEAR 1965-66

Province	Contributions based on provincial payments						Direct payments		Total
	Old age assistance		Blind persons allowances		Disabled persons allowances		Old age security		
	Number of recipients March, 1966	Contributions (65 years— Means test)	Number of recipients March, 1966	Contributions	Number of recipients March, 1966	Contributions	Number of pensioners March, 1966	*Payments	
		\$		\$		\$		\$	
Newfoundland.....	4,080	2,121,068	445	304,203	1,817	804,197	21,184	17,586,160	20,815,628
Nova Scotia.....	4,423	2,188,257	714	487,504	3,474	1,524,103	49,801	42,048,598	46,248,462
Prince Edward Island.....	988	498,378	72	47,372	788	349,881	8,809	7,447,170	8,342,801
New Brunswick.....	4,200	2,161,779	626	438,437	2,320	1,030,637	36,852	30,994,768	34,625,621
Quebec.....		38,311 Cr.		60 Cr.		756 Cr.	242,865	201,031,152	200,992,025
Ontario.....	19,991	10,006,001	1,820	1,153,040	18,406	7,823,576	402,997	337,194,513	356,177,130
Manitoba.....	4,241	2,188,141	364	251,385	1,566	688,649	65,758	55,494,509	58,622,684
Saskatchewan.....	3,975	2,097,642	366	248,004	1,871	824,777	66,638	56,755,191	59,925,614
Alberta.....	5,453	2,795,633	448	307,676	1,933	851,833	74,514	62,793,976	66,749,118
British Columbia.....	5,478	2,836,336	532	358,287	2,385	1,061,500	135,556	115,292,880	119,549,003
Northwest Territories.....	133	73,722	44	32,310	26	19,376	506	405,690	531,098
Yukon Territory.....	26	13,552	6	3,994	2	900	296	254,880	273,326
	52,988	26,942,198	5,437	3,632,152	34,588	14,978,673	1,105,776	927,299,487	972,852,510

*See the old age security fund under the schedule, Annuities, Insurance and Pension Accounts, in volume I of this report.

STATEMENT OF FEDERAL GOVERNMENT PAYMENTS IN CONNECTION WITH THE OLD AGE ASSISTANCE PROGRAM FROM INCEPTION TO CLOSE OF 1965-66

Province	1951-52 to 1961-62	1962-63	1963-64	1964-65	1965-66	Total
	\$	\$	\$	\$	\$	\$
Newfoundland.....	12,654,075	1,987,213	1,945,021	2,220,908	2,121,068	20,928,285
Nova Scotia.....	12,880,328	2,007,871	2,084,088	2,302,860	2,188,257	21,463,404
Prince Edward Island.....	1,459,532	375,350	394,947	508,587	498,378	3,236,794
New Brunswick.....	15,080,250	2,065,950	2,121,388	2,303,178	2,161,779	23,732,545
Quebec.....	88,563,409	13,793,745	13,860,075	16,589,045	38,311 Cr	132,767,963
Ontario.....	56,939,507	8,458,293	9,134,698	10,465,257	10,006,001	95,003,756
Manitoba.....	13,255,927	2,001,606	2,105,940	2,329,362	2,188,141	21,880,976
Saskatchewan.....	14,028,597	2,220,539	2,151,490	2,294,105	2,097,642	22,792,373
Alberta.....	15,225,899	2,523,720	2,559,785	2,901,039	2,795,633	26,006,076
British Columbia.....	20,399,505	2,675,208	2,781,892	2,991,013	2,836,336	31,683,954
Northwest Territories and Yukon Territory.....	362,026	69,562	68,857	85,601	87,274	673,320
	250,849,055	38,179,057	39,208,181	44,990,955	26,942,198	400,169,446

STATEMENT OF FEDERAL GOVERNMENT PAYMENTS IN CONNECTION WITH THE BLIND PERSONS ALLOWANCES PROGRAM FROM INCEPTION TO CLOSE OF 1965-66

Province	1951-52 to 1961-62	1962-63	1963-64	1964-65	1965-66	Total
	\$	\$	\$	\$	\$	\$
Newfoundland.....	1,616,960	247,377	246,924	300,474	304,203	2,715,938
Nova Scotia.....	3,164,504	450,275	468,866	509,671	487,504	5,080,820
Prince Edward Island.....	357,892	47,103	46,778	51,020	47,372	550,165
New Brunswick.....	3,088,357	410,317	418,037	456,965	438,437	4,812,113
Quebec.....	12,675,129	1,662,937	1,642,869	1,892,813	60 Cr	17,873,688
Ontario.....	7,327,877	992,300	1,045,329	1,179,138	1,153,040	11,697,684
Manitoba.....	1,715,605	214,163	230,264	258,946	251,385	2,670,363
Saskatchewan.....	1,653,985	240,693	246,010	256,063	248,004	2,644,755
Alberta.....	1,819,665	271,516	278,014	311,992	307,676	2,988,863
British Columbia.....	2,147,750	319,457	335,593	372,208	358,287	3,533,295
Northwest Territories and Yukon Territory.....	118,896	25,691	29,213	35,412	36,304	245,516
	35,686,620	4,881,829	4,987,897	5,624,702	3,632,152	54,813,200

STATEMENT OF FEDERAL GOVERNMENT PAYMENTS IN CONNECTION WITH THE DISABLED PERSONS ALLOWANCES PROGRAM FROM INCEPTION TO CLOSE OF 1965-66

Province	1954-55 to 1961-62	1962-63	1963-64	1964-65	1965-66	Total
	\$	\$	\$	\$	\$	\$
Newfoundland.....	1,941,897	532,852	587,092	750,279	804,197	4,616,317
Nova Scotia.....	4,192,475	1,113,882	1,229,805	1,446,725	1,524,103	9,506,990
Prince Edward Island.....	1,092,340	311,831	310,817	360,150	349,881	2,425,019
New Brunswick.....	3,364,084	791,069	859,995	987,471	1,030,637	7,033,256
Quebec.....	44,331,371	8,577,890	8,081,258	9,090,736	756 Cr	70,080,499
Ontario.....	22,489,469	5,537,215	6,182,921	7,378,219	7,823,576	49,411,400
Manitoba.....	2,394,377	577,685	615,287	679,916	688,649	4,955,914
Saskatchewan.....	2,495,994	630,838	669,042	784,760	824,777	5,405,411
Alberta.....	3,131,628	697,294	727,595	830,170	851,833	6,238,520
British Columbia.....	3,085,352	853,602	929,723	1,037,484	1,061,500	6,967,661
Northwest Territories and Yukon Territory.....	25,234	10,155	13,008	19,583	20,276	88,256
	88,544,221	19,634,313	20,206,543	23,365,493	14,978,673	166,729,243

STATEMENT OF PAYMENTS OF OLD AGE SECURITY FROM INCEPTION OF PROGRAM TO CLOSE OF 1965-66

Province	1951-52 to 1961-62	1962-63	1963-64	1964-65	1965-66	Total
	\$	\$	\$	\$	\$	\$
Newfoundland.....	93,670,263	14,013,832	15,376,636	16,811,165	17,586,160	157,458,056
Nova Scotia.....	227,660,361	33,817,492	37,064,310	40,399,806	42,048,598	380,990,567
Prince Edward Island....	40,930,339	5,962,922	6,493,258	7,118,615	7,447,170	67,952,304
New Brunswick.....	165,395,761	24,858,331	27,247,149	29,780,718	30,994,768	278,276,727
Quebec.....	982,504,440	155,359,915	171,996,794	189,682,326	201,031,152	1,700,574,627
Ontario.....	1,703,154,752	265,742,644	292,547,196	321,064,619	337,194,513	2,919,703,724
Manitoba.....	281,190,188	44,617,405	48,874,928	53,360,234	55,494,509	483,537,264
Saskatchewan.....	288,442,004	46,334,646	50,751,909	55,063,269	56,755,191	497,347,019
Alberta.....	298,354,398	49,787,140	54,835,096	60,052,940	62,793,976	525,823,550
British Columbia.....	577,663,523	93,362,860	102,639,328	111,327,361	115,292,880	1,000,285,952
Northwest Territories and Yukon Territory...	3,295,488	524,445	564,696	633,415	660,570	5,678,614
	4,662,261,517	734,381,632	808,391,300	885,294,468	927,299,487	8,017,628,404

Unemployment assistance—Payment of federal share of assistance—Unemployment Assistance Act, c. 26, 1956, as amended.....

(26) \$101,707,172

The act, as amended, authorized the federal government to enter into an agreement with any province to provide for a federal contribution of 50 per cent of all unemployment assistance granted by a province or by a municipality.

The conditions under which payment is granted and the rates of assistance are determined by the province or municipality. Expenditures for both employable and unemployable persons may be included and the costs of maintaining persons in homes for special care, such as homes for the aged and nursing homes, are considered as shareable.

Agreements have been entered into with all the provinces and the two territories.

STATEMENT OF FEDERAL GOVERNMENT PAYMENTS IN CONNECTION WITH THE UNEMPLOYMENT ASSISTANCE PROGRAM FROM INCEPTION TO CLOSE OF 1965-66

Province	1956-57 to 1961-62	1962-63	1963-64	1964-65	1965-66	Total
	\$	\$	\$	\$	\$	\$
Newfoundland.....	18,147,039	4,303,261	4,512,494	4,704,419	4,478,046	36,145,259
Nova Scotia.....	4,331,477	1,585,043	1,790,832	1,863,481	1,866,781	11,437,614
Prince Edward Island.....	630,840	194,140	400,033	280,773	402,611	1,908,397
New Brunswick.....	3,370,633	1,607,089	1,925,353	1,413,764	1,740,538	10,057,377
Quebec.....	60,177,254	33,579,397	39,439,412	41,015,897	24,573,655	198,785,615
Ontario.....	55,395,748	23,794,175	24,488,546	21,051,196	27,587,561	152,317,226
Manitoba.....	13,051,188	4,624,409	5,774,194	5,398,825	5,602,317	34,450,933
Saskatchewan.....	10,986,885	4,557,846	4,641,398	4,585,894	4,388,534	29,160,557
Alberta.....	10,703,074	6,202,193	7,979,968	9,211,736	11,037,443	45,134,414
British Columbia.....	46,817,917	15,940,386	16,262,734	17,857,775	19,894,371	116,773,183
Northwest Territories and Yukon Territory.....	183,824	88,688	155,743	169,614	135,315	733,184
	223,795,879	96,476,627	107,370,707	107,553,374	101,707,172	636,903,759

**Fitness and amateur sport—Payments—Fitness and Amateur Sport Act, c. 59,
1960-61.....**

(20) \$2,508,493

The act authorized the establishment of the National Advisory Council on fitness and amateur sport, and provided for payments up to \$5,000,000 in any one fiscal year for the purpose of encouraging, promoting and developing fitness and amateur sport in Canada, under certain conditions specified in the act.

J Worral, as chairman of the National Advisory Council on fitness and amateur sport, received remuneration at the rate of \$50 per half day under authority of P.C. 1965-30/106.

Travelling expenses of \$1,000 or over were paid to: R D Freeze Calgary Alta \$1,637, J E Merriman Saskatoon Sask \$1,152, W A R Orban Victoria \$1,167.

A summary of the expenditures including grants authorized by various Orders in Council follows:

Federal-provincial grants

Newfoundland.....	48,735	
Nova Scotia.....	47,614	
Prince Edward Island.....	36,897	
New Brunswick.....	68,901	
Ontario.....	133,517	
Manitoba.....	63,876	
Saskatchewan.....	38,813	
Alberta.....	26,908	
British Columbia.....	80,743	
Northwest Territories.....	34,206	
Yukon Territory.....	22,283	
		602,493

Graduate scholarships and fellowships..... 207,699

A Grants to agencies, organizations and institutions..... 1,265,345

Research grants Institute of Cardiology Montreal.....	3,647	
Montreal General Hospital.....	7,582	
Royal Victoria Hospital Montreal.....	17,761	
University of Alberta.....	82,258	
University of British Columbia.....	5,639	
University of Manitoba.....	11,227	
University of Montreal.....	25,000	
University of Saskatchewan.....	23,185	
University of Toronto.....	75,078	
University of Western Ontario.....	32,457	
		283,834
Miscellaneous, including expenses of National Advisory Council.....		149,122
		<u>\$2,508,493</u>

A Included a capital assistance grant of \$85,000 to the province of Newfoundland, authorized by P.C. 1965-41/862, May 13, 1965, for the repairs to and restoration of a recreational facility at Torbay.

Vote 45 National welfare grants—To authorize, on terms and conditions approved by the Governor in Council, national welfare grants to provinces and welfare agencies including schools of social work, and to individuals in the form of scholarships and fellowships.....

1,500,000

Expenditures.....

\$1,131,748

	Estimates	Allotments	Expenditures
General welfare and professional training grants.....	1,350,000	1,350,000	1,019,725
Welfare research grants.....	150,000	150,000	112,023
(20)	<u>\$1,500,000</u>	<u>\$1,500,000</u>	<u>\$1,131,748</u>

This vote was provided for the cost of a program in the welfare field, consisting of:

(a) General welfare and professional training grants, to assist the provinces and welfare agencies to carry out demonstration and other projects related to the means of improving welfare administration, the development and co-ordinating services and projects for strengthening and extending welfare services, to assist and encourage the output of social workers from schools of social work and to assist and encourage staff training and other projects designed to increase the number of qualified personnel employed in welfare agencies.

(b) Welfare research grants, to assist the provinces and welfare agencies in carrying out surveys, studies, and research projects related to welfare problems and welfare administration.

A statement of expenditures under the national welfare grants program follows:

EXPENDITURE UNDER THE NATIONAL WELFARE GRANTS PROGRAM

Province	Research	Bursaries	Fellowships and scholarships	Training grants	Teaching and field instructions	Staff develop- ment	Welfare services	Total
	\$	\$	\$	\$	\$	\$	\$	\$
Newfoundland.....			4,380	1,176		25,228	12,429	43,213
Prince Edward Island.....				1,500			9,771	11,271
Nova Scotia.....	13,175	2,500	4,219	10,604	19,238	5,705	35,460	90,901
New Brunswick.....		6,671		2,776		1,749	20,375	31,571
Quebec.....			30,125					30,125
Ontario.....	44,816	30,688	27,000	8,781	103,710	58,984	188,855	462,834
Manitoba.....	10,414	3,040	5,600	37,405	49,145	6,571		112,175
Saskatchewan.....	3,346	6,245	2,026	32,229		516	16,505	60,867
Alberta.....		1,500		10,812		860	67,397	80,569
British Columbia....	40,272	9,425	8,834	5,000	61,194	121	71,124	195,970
Yukon.....				967			11,285	12,252
Total.....	112,023	60,069	82,184	111,250	233,287	99,734	433,201	1,131,748

GENERAL

Refunds of amounts credited to revenue in previous years, Financial Administration

Act, c. 116, R.S., as amended..... (22) \$ 280

The above amount represented refunds under section 19 of the act.

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	30,671,100	30,043,346	27,137,578
(2) Civilian allowances.....	1,102,000	1,032,261	1,007,638
(4) Professional and special services.....	9,944,000	9,643,900	8,757,125
(5) Travelling and removal expenses.....	1,439,700	1,390,929	1,237,492
(6) Freight, express and cartage.....	236,000	193,533	224,858
(7) Postage.....	189,500	187,608	149,835
(8) Telephones, telegrams and other communication services....	313,400	341,909	299,829
(9) Publication of departmental reports and other material.....	435,800	315,388	301,527
(10) Exhibits, advertising, films, broadcasting and displays.....	259,900	298,958	159,356
(11) Office stationery, supplies, equipment and furnishings.....	720,000	669,317	572,717
(12) Materials and supplies.....	5,948,400	5,207,218	5,832,094
Buildings and works, including land —			
(13) Construction or acquisition.....	5,451,000	4,532,007	1,495,250
(14) Repairs and upkeep.....	270,000	244,438	333,930
(15) Rental.....	210,000	169,592	158,597

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
Equipment —			
(16) Construction or acquisition.....	894,700	1,042,696	957,541
(17) Repairs and upkeep.....	189,000	179,308	173,536
(18) Rental.....	2,000	796	229
(19) Municipal or public utility services.....	772,500	820,944	773,493
(20) Contributions, grants, subsidies, etc., not included elsewhere	4,452,593	4,084,340	3,044,452
(21) Pensions, superannuation and other benefits.....			590
(22) All other expenditures (other than special categories).....	1,730,380	1,723,167	1,440,294
SPECIAL CATEGORIES			
(25) Family allowances payments.....	551,734,824	551,734,824	545,775,231
(25) Family assistance payments.....	2,785,000	2,770,180	2,072,820
(25) Youth allowances payments.....	46,468,550	46,468,550	26,869,815
(26) Old age assistance payments, blind persons and disabled persons allowances and unemployment assistance.....	147,260,196	147,260,196	181,534,525
(30) General health and hospital construction grants.....	52,000,000	45,477,968	56,699,709
(30) Contributions to provinces re hospital insurance and diagnostic services.....	319,606,418	319,606,418	433,882,420
	1,119,854,988	1,113,318,136	1,246,834,520
	1,185,086,961	1,175,439,791	1,300,892,481
(34) Less — Recoverable items.....	290,000	317,762	294,056
Total.....	\$ 1,184,796,961	\$ 1,175,122,029	\$ 1,300,598,425

**Approximate value of major services not included
in this department's appropriations**

	1965-66	1964-65
Accommodation — provided by Department of Public Works.....	2,646,300	2,415,100
Accommodation — in this department's own buildings.....	1,627,588	1,641,500
Accounting and cheque issue services — Comptroller of the Treasury.....	6,982,800	6,681,800
Contributions to superannuation account — Department of Finance.....	1,375,400	1,288,100
Employee surgical-medical insurance premiums — Department of Finance.....	110,400	112,600
Employee compensation payments — Department of Labour.....	60,900	67,700
Carrying of franked mail — Post Office Department.....	79,800	83,900
	<u>\$12,883,188</u>	<u>\$12,290,700</u>

Payment of damage claims

Particulars and payee	Amount
Sundry claims, each under \$1,000 (26).....	\$ 1,436

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue —		
Return on investments.....		82 16
A Privileges, licences and permits.....	316,311 89	346,792 33
B Proceeds from sales.....	209,582 01	167,768 61
C Services and service fees.....	4,841,734 34	5,037,911 87
D Refunds of previous years' expenditure.....	985,843 77	934,841 27
E Miscellaneous.....	249,120 18	56,501 09
Total.....	<u>\$ 6,602,592 19</u>	<u>\$ 6,543,897 33</u>

Details

Non-Tax Revenue —

A	Privileges, licences and permits: Food and drugs \$16,651; rentals, medical services \$299,661	316,312
B	Proceeds from sales: Meals, medical services \$174,974; handicrafts \$34,444; sundries \$164	209,582
C	Services and service fees:	
	Tonnage duties: Newfoundland \$24,799; Nova Scotia \$96,046; Prince Edward Island \$2,203; New Brunswick \$43,232; Quebec \$347,182; Manitoba \$3,969; British Columbia \$216,977	734,408
	Tonnage duties are levied on ships arriving at Canadian ports, except ships owned or operated by any department of the Government of Canada. Sick mariners employed on board and belonging to ships on which such duties have been paid are provided gratuitous medical and surgical treatment.	
	Film monitoring services	104,251
	Glasses and dentures for Indians and Eskimos	16,812
	Hospitalization (other than Indians) in medical services hospitals	230,745
	Professional services including out-patient care	267,103
	Receipts re public health services	182,750
	Reimbursement by provinces in connection with hospital plans for treatment of Indians in Federal Government hospitals	3,305,090
	Sundries	575
		4,841,734
D	Refunds of previous years' expenditure:	
	Refunds in respect of—	
	Fitness and amateur sport	90,865
	General health and hospital construction grants—	
	Newfoundland \$24,428; Nova Scotia \$4,792; Prince Edward Island \$1,838; New Brunswick \$6,064; Quebec \$658,184; Ontario \$30,531; Manitoba \$7,945; Saskatchewan \$13,932; Alberta \$16,352; British Columbia \$6,939	771,005
	Medical services	110,320
	Sundries	13,654
		985,844
E	Miscellaneous:	
	Fines and forfeitures: Food and drugs \$13,570; other \$400	13,970
	Administration cost recovered from Canada Pension Plan	188,700
	Sundries	46,450
		249,120
	Total	\$6,602,592

Certified correct.

J. N. CRAWFORD,
Deputy Minister of National Health.

JOSEPH W. WILLARD,
Deputy Minister of National Welfare.

**Comparative Statement of Accounts Receivable
at March 31**

	<u>1966</u>	<u>1965</u>
Current year—		
General health grants.....	106,102	152,254
Old age assistance overpayments.....	318,536	
Less: Provincial share (50%).....	159,268	
	<hr/>	<hr/>
	159,268	189,582
Blind persons allowances overpayments.....	2,080	
Less: Provincial share (25%).....	520	
	<hr/>	<hr/>
	1,560	5,022
Disabled persons allowances overpayments.....	10,410	
Less: Provincial share (50%).....	5,205	
	<hr/>	<hr/>
	5,205	2,778
Unemployment assistance.....	449,090	241,766
Medical services hospitals		
Provincial hospital plans.....	752,918	
A Less: Provincial share (approx. 50%).....	376,459	
	<hr/>	<hr/>
	376,459	345,673
Other receivables.....	307,951	324,251
Sundries.....	21,205	67,650
Previous years—		
Collectible		
General health grants.....	233,380	148,343
Family allowances overpayments.....	115,465	95,986
Family assistance overpayments.....	2,229	
Old age security overpayments.....	26,157	27,400
Youth allowances overpayments.....	11,890	
Sundries.....	13,214	9,818
Uncollectible		
Family allowances overpayments.....	35,497	42,092
Old age security overpayments.....	14,743	30,432
Youth allowances overpayments.....	60	
Sundries.....		186
	<hr/>	<hr/>
	<u>\$ 1,879,475</u>	<u>\$ 1,683,233</u>

A To be claimed by the provinces from the federal government under the Hospital Insurance and Diagnostic Services Act.

During the year, 24 items amounting to \$978 were deleted under authority of section 23 of the Financial Administration Act, c. 116, R.S., as amended.

Appendix 1

NATIONAL HEALTH AND WELFARE

Statement of Operating Costs and Revenues of Departmental Hospitals
for the year ended March 31, 1966

Operating Costs			
Salaries, wages and allowances.....		\$ 8,477,274	
Medical and hospital supplies.....		572,671	
Food.....		796,859	
Fuel.....		469,811	
Repairs of buildings and equipment.....		222,167	
Other expenditures.....		1,248,604	
			<u>11,787,386</u>
Revenues			
Reimbursement by provinces for treatment of Indians.....		3,305,090	
Hospitalization for other than Indians.....		230,745	
Other receipts—meals, rentals, etc.....		331,450	
			<u>3,867,285</u>
Total cash receipts.....			3,867,285
Accounts receivable—March 31, 1966.....	\$ 684,410		
March 31, 1965.....	669,924	14,486	
			<u>3,881,771</u>
			<u>\$ 7,905,615</u>

NOTE—1. The operating costs as shown above do not include or reflect administrative costs other than those directly associated with the hospitals, variations in inventories as between the beginning and ending of the fiscal year, similar variations with respect to accounts payable, or indirect costs not readily available.

2. A substantial portion of the net operating costs is attributable to a fairly large number of tuberculosis patients and custodial care patients.

3. A statement of operating costs and revenue by hospital is included under Vote 20 in this section.

Appendix 2

NATIONAL HEALTH AND WELFARE

Statement of Operating Costs and Revenues of Sick Mariners' Service
for the year ended March 31, 1966

Operating Costs			
Salaries and wages.....		175,801	
Professional and special services.....		892,740	
Drugs and other materials and supplies.....		190,633	
Other expenditures.....		14,560	
			<u>1,273,734</u>
Revenues			
Tonnage duties.....			<u>734,408</u>
Net operating costs.....			<u>\$ 539,326</u>

NOTE—1. The operating costs as shown above do not include or reflect administrative costs other than those directly associated with providing the service, variations in inventories as between the beginning and ending of the fiscal year, similar variations with respect to accounts payable, or indirect costs not readily available.

2. The tonnage duties are levied on all ships arriving at Canadian ports except those owned or operated by any department of the Government of Canada. Sick mariners employed on ships that have paid tonnage duties are provided gratuitous medical and surgical treatment.

Appendix 3

NATIONAL HEALTH AND WELFARE

Canada Pension Plan Account

Statement of Transactions for the year ended March 31, 1966

Revenues—		
Contributions.....	94,880,312	
Interest on operating balances.....	36,750	
	<hr/>	94,917,062
Deduct:		
Administrative expenses—		
National Revenue.....	1,919,412	
National Health and Welfare.....	1,858,166	
Comptroller of the Treasury.....	152,169	
Unemployment Insurance Commission.....	1,360,364	
Public Works.....	221,097	
	<hr/>	5,511,208
Balance Canada pension plan account at March 31, 1966.....		89,405,854
Less:		
Balance of investment fund at March 31, 1966.....		34,853,000
Operating balance at March 31, 1966.....		<u><u>\$ 54,552,854</u></u>

1965-66

PUBLIC ACCOUNTS

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NATIONAL RESEARCH COUNCIL,
INCLUDING THE MEDICAL RESEARCH COUNCIL

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Details of
EXPENDITURES AND REVENUES

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NATIONAL RESEARCH COUNCIL,
INCLUDING THE MEDICAL RESEARCH COUNCIL

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
30·2	1	Salaries and other expenses.....	31,285,900 00	31,285,900 00	26,583,082 25
30·4	5	Construction or acquisition of buildings, works, land and equipment.....	6,700,001 00	6,094,866 67	4,532,460 96
30·5	10	Scholarships and grants in aid of research...	33,700,000 00	33,700,000 00	23,352,000 00
30·6	15	Assistance towards research in industry.....	3,500,000 00	3,306,261 90	2,174,182 12
Total.....			\$ 75,185,901 00	\$ 74,387,028 57	\$ 56,641,725 33

Vote 1	Salaries and other expenses.....	27,973,900
Vote 1b	To extend the purposes of Vote 1 of the Main Estimates for 1965-66 to include the making of recoverable advances not exceeding the amount of the share of the United States Government of the cost of operation of the Churchill Research Range and to provide a further amount of.....	2,141,000
	Transfer from Department of Finance Vote 15 contingencies.....	1,171,000
	Expenditures.....	\$ 31,285,900

		Estimates	Allotments	Expenditures
A	Salaries and wages.....	\$21,910,000		
	Transfer from Department of Finance Vote 15 contingencies.....	1,171,000		
	Less—Salaries of plant engineering services and mechanical engineering (experimental shops) which are paid from charges made to divisions for services rendered.	(1) 23,081,000	23,241,612	23,241,611
		(34) 550,000	510,392	510,391
		22,581,000	22,731,220	22,731,220
	Overtime.....	(1) 45,000	70,597	70,596
B	Allowances.....	(2) 101,000	250,499	250,499
C	Professional and special services.....	(4) 2,226,000	2,252,628	2,252,627
	Travelling and removal expenses.....	(5) 562,800	576,700	576,699
	Freight, express and cartage.....	(6) 127,000	68,501	68,501
	Postage.....	(7) 40,000	42,107	42,107
	Telephones and telegrams.....	(8) 168,000	207,520	207,519
	Publication of scientific journals and other material...	(9) 700,000	750,079	750,079
	Exhibits, advertising, films, broadcasting and displays.	(10) 100,000	220,026	220,025
	Office stationery, supplies and equipment.....	(11) 633,000	765,914	765,913
	Library books and periodicals.....	(11) 260,000	369,977	369,976
D	Materials and supplies.....	(12) 3,076,000	2,570,688	2,570,688
	Expendable research equipment.....	(12) 3,131,000	3,168,463	3,168,463
	Repairs and upkeep of buildings and works.....	(14) 464,000	646,380	646,379

		Estimates	Allotments	Expenditures
	Repairs and upkeep of equipment	(17) 400,000	287,967	287,967
	Municipal or public utility services	(19) 823,200	663,517	663,517
E	Sundries and contingencies	(22) 266,900	291,158	291,158
		35,654,900	35,933,941	35,933,933
F	Less—Estimated transfer from revenue \$3,770,000 and amount recovered from the United States Government \$599,000	(34) 4,369,000	4,648,041	4,648,033
		<u>\$ 31,285,900</u>	<u>\$ 31,285,900</u>	<u>\$ 31,285,900</u>

A Payment of National Research Laboratories (Post-Doctorate) Fellowships valued at \$6,000 per annum were made from this allotment on a monthly basis. The positions are provided for in the Estimates.

B Allowances included those paid to foreign officers administrative staff at National Research Council offices in London, Paris and Washington \$250,499.

C Payments by services with individual payments of \$2,000 or over were:

Computation services \$9,900—University of Toronto \$3,638.

Consulting services \$29,157—Robert Anderson Associates Limited Ottawa \$2,596, George S Bonn Honolulu USA \$6,522, Engineering Institute of Canada Montreal \$2,636, G Fodor Quebec \$4,175, A Guetta Ottawa \$2,560, Y Morino Tokyo Japan \$3,875.

Technical Services \$1,411,630—Bristol Aerospace Ltd Winnipeg \$3,204, Canadian Marconi Co Montreal \$26,096, EMI Cossor Electronics Limited Dartmouth NS \$165,300, Ron Kenyon Public Relations Ltd Toronto \$2,756, John Shimmins Parkes N S W Australia \$2,258, Pan American World Airways Inc Fort Churchill Man \$448,029, University of Saskatchewan Saskatoon Sask \$5,066, Treasury of the United States Washington DC USA \$736,933.

Commissionaire Services \$275,628—Canadian Corps of Commissionaires Montreal \$275,628.

Research contracts and specifications \$452,510—University of British Columbia Vancouver \$2,645, Cambridge Language Research Unit Cambridge England \$27,587, McGill University Montreal \$23,660, University of Montreal \$23,573, Queens University Kingston Ont \$18,660, University of Saskatchewan Saskatoon Sask \$132,510; contracts entered into with the Research Councils of the following provinces for certain functions formerly performed by the Technical Information Services of the National Research Council—Alberta \$33,500, British Columbia \$32,500, New Brunswick \$33,500, Nova Scotia \$32,500, Ontario \$59,375, Saskatchewan \$32,500.

D Expenditures included: building supplies \$70,469, chemicals and glassware \$641,085, coal \$167,816, Electrical and radio supplies \$691,206, fuels, lubricants, oil and grease \$132,350, metal supplies \$123,897, photographic supplies \$60,477, plumbing and air conditioning supplies \$9,260, tools and machine parts \$464,929.

E The following persons served without salary but received living allowances at the rate of \$75 per diem—National Research Council: L P Bonneau, L H Cragg, H E Duckworth, R Gaudry, H E Gunning, W S Hoar, G Krotkov, D J LeRoy, P Lorrain, D M Myers, H H Sanderson, R J Uffen; Medical Research Council: G O Bain, R W Begg, G M Brown, R V Christie, A L Chute, G E Connell, J P Cordeau, C Fortier, R Gingras, P B Hagen, J A McCarter, W M Paul, H R Robertson, R J Rossiter, J C Szerb, H E Taylor, J C Wilt.

Travelling expenses of \$1,000 or over were paid to: R W Begg \$1,228, H E Gunning \$1,040, G Krotkov \$1,552, D J LeRoy \$1,253, H E Taylor \$1,298.

Other expenses included: rental of buildings and works \$25,252, rental of equipment \$28,764, travel—other than council employees \$116,400.

F An amount of \$4,217,797 transferred from special fund (see under schedule, Deposit and Trust accounts in volume I of this report) and an amount of \$430,236 recovered from the United States Government were credited hereto, to offset expenditures.

Further details are contained in the following distribution of expenditures which was maintained on a functional basis during the fiscal year under the authority of Treasury Board.

Salaries and other expenses	Allotments	Expenditures
Administration and executive offices	7,565,200	7,565,200
Applied science and engineering	14,907,300	14,907,300
Pure and applied science	8,715,500	8,715,500
Medical research council	97,900	97,900
	<u>\$ 31,285,900</u>	<u>\$ 31,285,900</u>

Vote 5 Construction or acquisition of buildings, works, land and equipment....	6,700,000
Vote 5b To extend the purposes of Vote 5 of the Main Estimates for 1965-66 to include the making of recoverable advances not exceeding the amount of the share of the United States Government of the cost of improvements to the Churchill Research Range.....	1

	6,700,001
Expenditures.....	\$ 6,094,867

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings and works.....	6,829,600		
Ottawa			
Administration building and equipment.....		150,000	119,030
Expenditures to date on this project were \$3,389,019.			
*Contract (1963-64): Angus Robertson Ltd for construction of building \$3,016,774, expenditures \$30,340, to date \$3,016,774 including holdbacks \$4,114.			
Contract: Meadowcraft and MacKay Montreal consultant fees \$190,000, expenditures \$12,370, to date \$189,938.			
Montreal road laboratory site planning.....		40,000	39,000
Consultant fees: Shore and Moffat Partners Toronto \$38,837.			
Library building and equipment.....		10,000	271
Churchill research range improvement.....		64,001	6,322
Applied physics building.....		21,000	20,103
Expenditures to date on this project were \$3,699,994.			
*Contract (1960-61): J A Jones Construction Co (Canada) Stephenville Nfld for construction of building \$3,072,207, expenditures \$20,103, to date \$3,072,207 (final).			
Accelerator facility.....		560,000	523,314
Contract: High Voltage Engineering Corporation Burlington Mass USA for supply of one four million volt Van de Graaf positive ion accelerator \$278,367 (US), expenditures \$104,339.			
*Contract: Sirotek Construction Limited Ottawa for addition to building M-35 \$1,547,000, expenditures \$71,500 including holdbacks \$3,575.			
Contract: Vickers Limited London England for supply of electron linear accelerator \$491,000, expenditures \$180,800.			
Consultant fees: Dobush Stewart Bourke Montreal \$60,663.			
Prairie regional laboratory extension.....		85,000	385
Building service laboratory.....		1,000	
30 foot low speed wind tunnel.....		300,000	252,813
Contract: Dilworth Secord Meagher & Associates Limited Toronto consultant fees \$378,000, expenditures \$243,775, to date \$284,596.			
Structures building and equipment.....		90,000	39,113
Expenditures to date on this project were \$39,113.			
*Contract: Lithwick Lambert & Sim Ottawa consultant fees \$190,000, expenditures \$38,618.			
Lake Traverse Ont			
Algonquin radio laboratory and equipment.....		1,777,000	1,652,475
Expenditures to date on this project were \$6,338,862.			
Contract (1963-64): Dominion Bridge Company Limited Montreal for construction of a 150' diameter radio telescope \$3,542,924, expenditures \$901,107, to date \$3,433,514 including holdbacks \$343,566.			
Architects fees: Freeman Fox Partners London England expenditure \$54,695, to date \$345,907.			

	Estimates	Allotments	Expenditures
Contract: Mastercraft Engineering and Construction Ottawa for construction of 20 unit apartment building \$257,903, expenditures \$255,097 including hold- backs \$12,755.			
Architects fees: S A Gitterman Ottawa \$7,887.			
Contract (1964-65): Radio Corporation of America Camden New Jersey USA for supply of "S" band travelling wave maser system \$109,326 (US) expen- ditures to date \$53,500.			
Contract (1964-65): R G Reinke Sons Ltd Eganville Ont for construction of two single family residences and two additional laboratory buildings \$154,361, expenditures \$6,146, to date \$154,361 (final).			
High voltage research facilities		50,000	
Halifax NS			
Atlantic regional laboratory new wing and equipment. .		115,000	55,417
Consultant fees: Duffus Romans Single & Kundzins Halifax expenditure \$54,373, to date \$79,710.			
Ottawa			
Radiation biology building and equipment.....		69,000	50,000
Consultant fees: Shore and Moffat Partners Toronto expenditures \$49,643.			
Cosmic ray out station and equipment.....		65,000	55,737
Alterations and extensions.....		1,873,000	1,855,619
*Contract: L Zuccarini General Contractors Ltd Ottawa for construction of an extension to building M-20 \$318,551, expenditures \$318,200 including holdbacks \$14,845.			
*Consultant fees: Meadowcraft and MacKay Montreal expenditure \$9,800, to date \$19,893.			
Saskatoon Sask			
Consultant fees: Underwood McLellan and Associates Ltd Saskatoon for engineering services expenditures \$2,192.			
Total construction or acquisition etc.....	(13) 6,829,600	5,270,001	4,669,599
A Acquisition of equipment.....	(16) 203,400	1,430,000	1,425,268
	7,033,000	6,700,001	6,094,867
Less—anticipated lapses \$249,999 and amount recover- able from the United States Government (\$83,000) ..	(34) 332,999		
	<u>\$ 6,700,001</u>	<u>\$ 6,700,001</u>	<u>\$ 6,094,867</u>

*Contract awarded through Department of Public Works.

The variation between the appropriation and expenditure charged thereto is due mainly to changes in the scheduling of certain projects.

A Included: transportation equipment \$48,215, light, heat, power and water equipment \$47,680, computer and communications equipment \$1,272,410, shop equipment \$31,933, duplication equipment \$11,986, miscellaneous equipment \$13,044.

Vote 10 Scholarships and grants in aid of research.....	30,700,000
Vote 10e.....	3,000,000
	<u>33,700,000</u>
Expenditures.....	<u>\$ 33,700,000</u>

	Estimates	Allotments	Expenditures
A Science and engineering.....	21,633,000	21,932,880	21,932,880
B Medical.....	12,250,000	12,250,000	12,250,000
Grant to the Royal Society of Canada.....	17,000	17,000	17,000

		Estimates	Allotments	Expenditures
	(20)	33,900,000	34,199,880	34,199,880
C	Less—Estimated transfer from revenue.....	(34) 200,000	499,880	499,880
		<u>\$ 33,700,000</u>	<u>\$ 33,700,000</u>	<u>\$ 33,700,000</u>

This vote was provided to support professors and students in the field of science and engineering and medical research in the universities of Canada.

- A Expenditures under this program consisted of: postgraduate scholarships and postdoctorate fellowships \$4,117,205, research grants to staff members of Canadian universities \$17,225,018, associate committee's administration expenses, international affiliations and other general activities \$590,657.
- B Expenditure under the extramural program of the Medical Research Council consisted of: postdoctoral fellowships \$693,203, full-time associateships \$606,005, full-time scholarships \$618,151, summer scholarships \$71,663, grants in aid of university research \$10,213,723, associate committee's administrative expenses, honoraria of visiting scientists, and special activities \$47,255.
- C An amount of \$499,880 was transferred from special fund (see under schedule Deposit and Trust Accounts in volume I of this report) and credited hereto to offset expenditures.

Vote 15 Assistance towards research in Industry under terms and conditions approved by the Governor in Council including authority, notwithstanding section 30 of the Financial Administration Act, to make commitments for the current year not to exceed a total amount of \$4,500,000.....

3,500,000

Expenditures..... \$ 3,306,262

		Estimates	Allotments	Expenditures
Travelling expenses.....	(5)	5,000	5,000	2,614
Assistance towards research in industry.....	(20)	3,490,000	3,490,000	3,302,685
Sundries.....	(22)	5,000	5,000	963
		<u>\$ 3,500,000</u>	<u>\$ 3,500,000</u>	<u>\$ 3,306,262</u>

This vote was provided to stimulate interest of Canadian industry in research and development and to promote the establishment of new and the expansion of existing research teams in industry across Canada.

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	23,126,000	23,312,207	20,845,206
(2) Civilian allowances.....	101,000	250,499	75,823
(4) Professional and special services.....	2,226,000	2,252,627	783,000
(5) Travelling and removal expenses.....	567,800	579,313	505,344
(6) Freight, express and cartage.....	127,000	68,501	89,376
(7) Postage.....	40,000	42,107	40,136
(8) Telephones, telegrams and other communication services.....	168,000	207,519	169,584
(9) Publication of departmental reports and other material...	700,000	750,079	684,919
(10) Exhibits, advertising, films, broadcasting and displays...	100,000	220,025	50,629
(11) Office stationery, supplies, equipment and furnishings...	893,000	1,135,889	1,008,845
(12) Materials and supplies.....	6,207,000	5,739,151	4,965,835
Buildings and works, including land—			
(13) Construction or acquisition.....	6,829,600	4,669,599	4,174,392
(14) Repairs and upkeep.....	464,000	646,379	426,897
Equipment—			
(16) Construction or acquisition.....	203,400	1,425,268	358,069
(17) Repairs and upkeep.....	400,000	287,967	358,547
(19) Municipal or public utility services.....	823,200	663,517	615,489

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(20) Contributions, grants, subsidies, etc., not included elsewhere.....	37,390,000	37,502,565	26,268,249
(22) All other expenditures.....	271,900	292,121	205,190
	80,637,900	80,045,333	61,625,530
(34) Less—Estimated savings and recoverable items.....	5,451,999	5,658,304	4,983,805
Total.....	<u>\$ 75,185,901</u>	<u>\$ 74,387,029</u>	<u>\$ 56,641,725</u>

**Estimated value of major services not included
in this department's appropriations**

	1965-66	1964-65
Accommodation—provided by the Department of Public Works.....	512,800	510,500
Accommodation—in this Agency's own buildings.....	2,144,200	2,008,400
Accounting and cheque issue services—Comptroller of the Treasury.....	208,700	187,600
Contributions to superannuation account—Department of Finance.....	1,249,400	1,169,200
Employee surgical-medical insurance premiums—Department of Finance.....	115,000	120,300
Employee compensation payments—Department of Labour.....	14,600	13,300
Carrying of franked mail—Post Office Department.....	144,100	149,500
	<u>\$ 4,388,800</u>	<u>\$ 4,158,800</u>

Payments of Damage Claims

	Amount
Sundry claims (9).....	<u>\$ 1,084</u>

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
Return on investments.....	91 50	375 76
Refunds of previous years' expenditure.....	56,053 86	77,643 37
Miscellaneous.....	1,715 10	377 27
Total.....	<u>\$ 57,860 46</u>	<u>\$ 78,396 40</u>

Certified correct.

B. G. BALLARD,
President, National Research Council.

**Comparative Statement of Accounts Receivable
at March 31**

	1966	1965
Current year—		
Collectible.....	176,022	108,535
Previous years—		
Collectible.....	12,412	12,201
Uncollectible.....	739	561
	<u>\$ 189,173</u>	<u>\$ 121,297</u>

During the year 25 items amounting to \$215 were deleted under authority of section 23 of the Financial Administration Act, c. 116, R.S., as amended.



1965-66

PUBLIC ACCOUNTS

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DEPARTMENT OF NATIONAL REVENUE

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Details of

EXPENDITURES AND REVENUES

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DEPARTMENT OF NATIONAL REVENUE

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
31·2	Stat.	Minister of National Revenue—Salary and motor car allowance.....	16,999 92	16,999 92	12,844 38
CUSTOMS AND EXCISE					
31·2	1	General administration, operation and maintenance.....	48,501,600 00	47,690,013 81	44,232,072 72
TAXATION					
31·5	5	General administration and district offices..	47,534,100 00	46,995,623 61	42,402,180 82
TAX APPEAL BOARD					
31·7	Stat.	Salaries of members of the board.....	112,999 92	112,999 92	113,000 00
31·7	10	Administration expenses.....	156,600 00	150,625 50	141,756 35
			269,599 92	263,625 42	254,756 35
GENERAL					
31·7	Stat.	Gratuities to families of deceased employees	4,269 48	4,269 48	5,835 00
31·7	Stat.	Refunds of amounts credited to revenue in previous years.....	1,447 80	1,447 80	128 38
					726 72
					6,690 10
			5,717 28	5,717 28	
Total.....			\$ 96,328,017 12	\$ 94,971,980 04	\$ 86,908,544 37

Salary of Minister, Hon E J Benson, Salaries Act, c. 243, R. S., as amended.....	(1)	\$ 15,000
Motor car allowance to Minister, c. 249, R. S., as amended.....	(2)	\$ 2,000

Hon E J Benson received travelling expenses of \$3,824 charged to Vote 1.

CUSTOMS AND EXCISE

Vote 1 General administration, operation and maintenance, including authority, notwithstanding the Financial Administration Act, to spend revenue received during the year from firms and individuals requiring special services.....	45,485,600
Transfer from Department of Finance Vote 15 contingencies.....	3,016,000
	48,501,600
Expenditures.....	\$ 47,690,014

Total revenue arising from the above expenditures amounted to \$2,222,405.

Expenditures included ex-gratia payments of \$100 or over as follows:

Particulars and payee	Authority	Amount
Reimbursement of \$547 representing the excess contributions made to the Unemployment Insurance Fund beyond the minimum two year period by customs excise employees.....	P.C. 1965-23/472 Mar. 19, 1965	
J M B Belair Montreal.....		249
E K Chubb Halifax.....		47
G A Roskafit Oakville Ont.....		251
Freight charges on customs seizure action on entire shipment of bearings.		
Air Canada.....	P.C. 1966-23/588 Mar. 31, 1966	3,949
		\$ 4,496

General Administration

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 5,552,000			
Transfer from Department of Finance Vote 15 contingencies.....	210,000			
		(1) 5,762,000	5,702,000	5,616,697
Allowances.....		(2) 53,000	83,000	69,488
Commissionaire service.....		(4) 23,000	24,500	23,611
A Law and other costs.....		(4) 150,000	167,000	165,613
Travelling expenses.....		(5) 175,000	226,000	198,257
Freight and express.....		(6) 7,000	7,000	4,663
Postage.....		(7) 38,000	38,000	36,365
Telephones and telegrams.....		(8) 50,000	51,000	49,698
Office stationery, supplies and equipment.....		(11) 144,000	161,500	147,584
Materials and supplies.....		(12) 7,000	9,000	7,052
Rental of office accommodation.....		(15) 10,000	10,000	9,464
B Acquisition of equipment.....		(16) 22,000	28,600	23,799
Repairs and upkeep of equipment.....		(17) 2,000	2,000	1,525
Sundries.....		(22) 2,500	6,500	5,662
		\$ 6,445,500	\$ 6,516,100	\$ 6,359,478

This sub-vote was provided to meet the cost of: (a) the general administration of the Customs Act, the Customs Tariff, the Excise Act, the Excise Tax Act and regulations established thereunder, as well as other acts and regulations administered in whole or in part by the department; (b) investigating values for appraisal purposes; (c) customs and excise seizures and prosecutions; and (d) the assessment and collection of sales and other taxes on domestic goods.

Revenue arising from the above expenditures amounted to \$41,739 and consisted of *Return on investments* —\$3,042, *Privileges, licences and permits*—law stamps \$38,697.

A Payments by services with individual payments of \$2,000 or over were:

Awards to informers \$34,931.

Court reporting services \$2,063.

Credit and personnel reports \$2,576—Retail Credit Company Atlanta Ga USA \$2,576.

Legal fees \$98,972—D B Black Toronto \$2,842, P E Brodey Toronto \$2,170, W L Deakon Toronto \$4,143, J N Lancot Montreal \$3,024, G C Miller Toronto \$2,238, M Robert Montreal \$2,269, I F H Rogers Toronto \$2,672, H Soloway Ottawa \$6,000, D J Wright Toronto \$7,928.

B Included: household and office equipment \$12,174, scientific equipment \$5,406, transportation equipment \$3,819.

Inspection, Investigation and Audit Services

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 8,527,000			
Transfer from Department of Finance Vote 15 contingencies.....	276,000			
		(1) 8,803,000	8,686,000	8,568,109
Overtime.....		(1) 5,000	105,000	80,911
Travelling expenses.....		(5) 605,000	710,000	657,219
Freight and express.....		(6) 13,000	17,000	14,168
Postage.....		(7) 10,300	10,300	9,469
Telephones and telegrams.....		(8) 13,500	18,500	16,329
Office stationery, supplies and equipment.....		(11) 66,000	66,000	57,303
A Customs excise stamps and labels.....		(12) 455,000	705,000	692,300
Rental of buildings.....		(15) 1,000	1,000	958
B Acquisition of equipment.....		(16) 10,000	10,000	8,497
Repairs and upkeep of equipment.....		(17) 2,000	2,500	2,055
Sundries.....		(22) 1,000	1,000	915
		9,984,800	10,332,300	10,108,233
Less—Amount recoverable from firms and individuals requiring special services.....		(34)	198,000	218,925
		\$ 9,984,800	\$10,134,300	\$ 9,889,308

This sub-vote was provided to meet the cost of: (a) the inspection of customs and excise offices and of establishments licenced under the Excise Act, including special investigations in connection therewith; (b) investigations regarding values of imported goods, drawback claims, importation and entry of goods at lower than proper duty or values, false invoicing and other infractions of customs laws; (c) the auditing of books and records of commercial and industrial concerns for sale and excise tax purposes; and (d) the assessment and collection of excise duties, including the supervision of licenced establishments and bonded warehouses.

Revenue arising from the above expenditures amounted to \$997,235 and consisted of *Miscellaneous—Investigation service* (customs seizures).

A Stamps required for customs and excise purposes, and law stamps required under the provisions of the Exchequer Court Act, c. 98, R.S., as amended and the Supreme Court Act, c. 259, R.S., as amended, are manufactured under contract.

B Included transportation equipment \$6,935.

*Ports—Operation and maintenance, including authority,
notwithstanding the Financial Administration Act, to
spend revenue received during the year from firms
and individuals requiring special services*

		Estimates	Allotments	Expenditures
A	Salaries and wages.....	\$28,098,000		
	Transfer from Department of Finance Vote 15 contingencies.....	2,530,000		
		(1) 30,628,000	30,178,000	30,130,559
A	Overtime.....	(1) 460,000	745,000	610,443
	Shift differential.....	(2) 80,000	123,000	121,836
	Living allowances.....	(2) 60,000	60,000	48,874
B	Commissions and fees.....	(4) 39,000	41,500	40,055
	Legal expenses.....	(4) 1,000	1,000	893
	Travelling expenses.....	(5) 400,000	415,000	400,554
	Cartage.....	(6) 65,000	55,000	48,581
	Freight and express.....	(6) 27,000	27,000	22,676
	Postage.....	(7) 154,700	154,700	154,499
C	Telephones and telegrams.....	(8) 157,000	172,000	164,005
	Publication of regulations, memoranda and annual report.....	(9) 35,000	50,000	41,988
	Office stationery, supplies and equipment.....	(11) 386,600	462,500	425,486
D	Uniforms.....	(12) 225,000	237,000	229,944
	Other materials and supplies.....	(12) 70,000	87,000	75,495
	Construction or acquisition of buildings and works including acquisition of land.....	(13) 200,000	190,000	136,034
	Ontario			
	*Amherstburg—purchase of land Amherstburg Fuel and Supply Limited \$19,000; Corporation of the Town of Amherstburg \$5,920.			
	Repairs and upkeep of buildings and works.....	(14) 105,000	135,000	114,878
	Rental of accommodation.....	(15) 11,000	11,000	8,468
E	Acquisition of equipment.....	(16) 50,000	39,000	30,398
	Repairs and upkeep of equipment.....	(17) 11,000	11,000	8,671
	Light, power and water charges.....	(19) 50,000	56,000	52,306
	Sundries.....	(22) 6,000	6,500	5,625
		33,221,300	33,257,200	32,872,268
	Less—Amount recoverable from firms and individuals requiring special services.....	(34) 1,150,000	1,406,000	1,431,040
		\$32,071,300	\$31,851,200	\$31,441,228

*Acquired through Department of Public Works.

This sub-vote was provided to meet the cost of: (a) the examination and appraisal of imported goods; (b) the assessment and collection of duties and taxes payable thereon; (c) the supervision of customs bonded warehouses; (d) the port administration of the customs and excise laws and the regulations in the control of international traffic entering or leaving Canada by road, rail, sea and air; and (e) the construction and acquisition of equipment, buildings and other fixed assets.

In addition to the payments from this sub-vote, 89 customs and excise officers received \$19,744 from other departments for part-time services.

Revenue arising from the above expenditures amounted to \$1,183,431 and consisted of *Privileges, licences and permits* \$156,507—copies of documents \$40,664, rental of buildings \$79,541, brokers licence fees \$36,302; *Proceeds from sales* \$116,428—sales of unclaimed goods \$116,428; *Services and service fees* \$254,305—warehouse and factory fees \$33,615, storage charges \$216,846, sundries \$3,844; *Miscellaneous* \$656,191—customs seizures \$492,348, excise seizures \$154,799 and sundries \$9,044.

A Extra services during regular working hours and overtime services on Sundays, holidays and outside of regular hours were performed for the accommodation of railway companies and business firms, and included the services of port officers assigned to duties of a supervisory nature in bonded factories and warehouses.

The cost of the extra services and a large proportion of the overtime services were paid for by the parties accommodated. The sum of \$1,431,040 so recovered was credited to this sub-vote.

B Payments by services with individual payments of \$2,000 or over were:

Armoured car service \$7,028—Brink's Express Company of Canada Limited Montreal \$7,028.

Commissionaire services \$30,030—Canadian Corps of Commissionaires Montreal \$30,030.

Fees for entering and clearing vessels and aircraft \$2,933.

C Expenditures included payments of \$22,055 to the Department of Transport as a share of the costs of the consolidated switchboards: Federal Public Building Edmonton \$2,186, Mackenzie Building Toronto \$19,869.

D For the purpose of providing uniforms for customs officers, cloth is purchased by the Department for resale to clothing manufacturers—see Customs and Excise working capital advances under the schedule, Departmental Working Capital Advances, in volume I of this report and the appendix to this section. This allotment includes the cost of the completed uniforms, as well as waterproof clothing, caps, buttons and badges which are purchased in quantity.

E Consisted of: household equipment \$3,167, maintenance equipment \$2,271, scientific equipment \$2,429, transportation equipment \$9,280, utilities equipment \$507, warehouse equipment \$7,450, miscellaneous equipment \$5,294.

Total Vote 1.....	<u>\$48,501,600</u>	<u>\$48,501,600</u>	<u>\$47,690,014</u>
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TAXATION

Vote 5 General administration and district offices.....	46,278,100
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Transfer from Department of Finance Vote 15 contingencies.....	1,256,000
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47,534,100

Expenditures.....	\$ 46,995,624
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Total revenue arising from the above expenditures amounted to \$2,723,237.

General Administration

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 3,822,000		
Transfer from Department of Finance Vote 15 contingencies.....	167,600		
A Professional and special services.....	(1) 3,989,600	4,189,600	4,163,967
B Law costs.....	(4) 118,000	118,000	103,245
Travelling expenses.....	(4) 100,000	100,000	92,547
Freight, express and cartage.....	(5) 270,000	295,000	289,705
Postage.....	(6) 4,000	4,000	3,792
Telephones and telegrams.....	(7) 11,000	11,000	10,361
C Informational services.....	(8) 38,000	49,000	47,478
Office stationery, supplies and equipment.....	(10) 500,000	500,000	491,757
Sundries.....	(11) 100,000	105,800	102,614
	(22) 2,000	2,200	1,803
	<u>\$ 5,132,600</u>	<u>\$ 5,374,600</u>	<u>\$ 5,307,269</u>

This sub-vote was provided for the operation and maintenance of the Head Office of the Taxation Division which is responsible for the enforcement of the Income Tax Act and the Estate Tax Act.

Revenue arising from the above expenditures amounted to \$2,597,098 and consisted of *Return on investments*—\$51; *Proceeds from sales*—\$837; *Miscellaneous* \$2,596,210—Canada pension plan recoverable costs \$1,919,412, fines and forfeitures \$667,344, law costs \$8,002, sundries \$1,452.

A Payments by services with individual payments of \$2,000 or over were:

Appraisal and valuation of property \$963.

Bank charges for ownership certificates \$78,156—Canadian Imperial Bank of Commerce \$15,030, Banque Canadienne Nationale \$4,757, Bank of Montreal \$17,168, Bank of Nova Scotia \$6,566, Provincial Bank of Canada \$8,288, Royal Bank of Canada \$17,534, Toronto-Dominion Bank \$6,635.

Commissionaire services \$15,034—Canadian Corps of Commissionaires Montreal \$15,034.

Court reporting services \$7,550.

B Expenditures included:

Bar fees \$2,043.

Court Costs \$32,528.

Exchequer Court law stamps \$6,000.

Legal fees \$48,424—R G Decary Montreal \$5,863, R L Fenerty Calgary Alta \$3,015, H J Grey Vancouver \$10,490, W J Hemmerick Toronto \$2,068, D A Keith Toronto \$2,250, R L Kellock Toronto \$4,000, D J Wright Toronto \$2,393.

C Contracts: MacLaren Advertising Co Limited Toronto in respect to the Canada Pension Plan \$118,000, expenditures \$106,682; (1964-65) Vickers and Benson Limited in respect to Income Tax returns, \$205,091, expenditures \$42,758, to date \$205,091 (final) (Amends reporting in Public Accounts 1964-65) Vickers and Benson Limited \$223,100, expenditures \$183,738.

District Offices

		Estimates	Allotments	Expenditures
	Salaries and wages.....	\$ 35,623,000		
	Transfer from Department of Finance			
	Vote 15 contingencies.....	1,088,400		
		(1) 36,711,400	36,347,400	36,195,773
	Allowances.....	(2) 8,100	8,100	7,599
A	Law costs.....	(4) 200,000	218,000	217,120
B	Other professional and special services.....	(4) 254,000	254,000	238,862
	Travelling expenses.....	(5) 1,159,000	1,299,000	1,295,078
	Freight, express and cartage.....	(6) 85,000	103,000	99,178
	Postage.....	(7) 1,098,000	1,098,000	1,097,981
C	Telephones and telegrams.....	(8) 238,000	288,000	280,612
	Publication of departmental reports.....	(9) 84,000	94,000	82,524
	Informational services.....	(10) 3,000	3,000	2,867
	Office stationery, supplies and equipment.....	(11) 2,539,000	2,401,000	2,135,144
	Material and supplies.....	(12) 4,000	5,000	4,395
	Municipal or public utility services.....	(19) 9,000	9,000	6,094
	Registry searches.....	(22) 10,000	10,000	6,442
	Sundries.....	(22) 4,000	27,000	23,686
		42,406,500	42,164,500	41,693,355
	Less—Portion of amount recoverable for computer service.....	(34) 5,000	5,000	5,000
		\$ 42,401,500	\$ 42,159,500	\$ 41,688,355

This sub-vote was provided for the operation and maintenance of the thirty district offices of the Taxation Division charged with the enforcement of the provisions of the Income Tax Act and Estate Tax Act. The sub-vote includes provision for the Taxation Data Centre in Ottawa. The other offices are located across Canada at strategic points from St John's to Whitehorse, Y T.

Revenue arising from the above expenditure amounted to \$126,139 and consisted of *Services and service fees*—rental of computer.

A Expenditures included:

Court costs \$1,767.

Legal fees \$163,522—A S Dewar Winnipeg \$2,611, C G Dilts Winnipeg \$5,715, T J Duckworth Calgary Alta \$8,678, J Dupre Montreal \$16,020, R Durand Montreal \$2,684, N German Calgary Alta \$2,381, G Guerard Montreal \$3,165, P Hess Toronto \$13,850, J R Johnson Toronto \$2,345, T S Mills Toronto \$2,274, R A F Montgomery Calgary Alta \$4,360, B J Pateras Montreal \$5,723, S Venne Montreal \$6,326, B R Williston Toronto \$34,392.

B Payments by services with individual payments of \$2,000 or over were:

Accounting services \$32,404—Gunn, Roberts and Co Toronto \$32,404.

Appraisal and valuation of property \$14,069—The Royal Trust Company St John's \$2,100, The Royal Trust Company Halifax \$2,250.

Armoured car service \$11,980—Brink's Express Company of Canada Limited Montreal \$8,485.

Commissionaire services \$98,164—British Columbia Corps of Commissionaires Vancouver \$3,732, Canadian Corps of Commissionaires Montreal \$94,432.

Court reporters services \$9,894.

Credit and personnel reports \$65,972—Credit Bureau of Greater Toronto \$4,569, The Hooper Holmes Bureau Inc Morristown N J USA \$10,295, Progress Reporting Services Ltd Winnipeg \$2,136, Retail Credit Company Atlanta Ga USA \$42,664, Retailers Commercial Agency Inc Atlanta Ga USA \$2,717.

Reporting services \$1,352.

C Expenditures included payments of \$46,791 to the Department of Transport as a share of the costs of the consolidated switchboards: Federal Public Building Edmonton \$7,713, Mackenzie Building Toronto \$39,078.

Total Vote 5.....	\$ 47,534,100	\$ 47,534,100	\$ 46,995,624
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TAX APPEAL BOARD

Section 86 of the Income Tax Act, c. 148, R. S., as amended, provides for the establishment of a Tax Appeal Board to be appointed by the Governor in Council and to consist of a chairman and not less than 2 or more than 5 other members, one of whom may be appointed as assistant chairman. The authority states that members are to be paid travelling allowances calculated in the same manner as allowances paid to judges under the Judges' Act, c. 159, R. S., as amended.

Salaries of members of the Board, Income Tax Act, c. 148, R. S., as amended. (1) \$ 113,000

The members of the Board are: C L Snyder, chairman, M Boisvert, W S Fisher, R S W Fordham, R St Onge and J O Weldon.

Vote 10 Administration expenses. 152,500
Transfer from Department of Finance Vote 15 contingencies. 4,100

Expenditures. 156,600
\$ 150,625

		Estimates	Allotments	Expenditures
Salaries.	\$84,500			
Transfer from Department of Finance Vote 15 contingencies.	4,100			
		(1)		
		88,600	88,600	87,019
A Court reporters' fees.		(4)	40,500	39,823
Travelling expenses.		(5)	17,500	15,630
Telephones and telegrams.		(8)	2,000	1,479
Office stationery, supplies and equipment.		(11)	6,000	5,653
Sundries.		(22)	2,000	1,021
		\$ 156,600	\$ 156,600	\$ 150,625

A Fees of \$2,000 or over were as follows: Capital Verbatim Reporting Co Ltd Ottawa \$23,411, M Guay Montreal \$3,125, J D Nichiporowich \$7,931.

GENERAL

Gratuities to families of deceased employees, Civil Service Act. (21) \$ 4,269

Refunds of amounts credited to revenue in previous years, Financial Administration Act, c. 116, R. S., as amended. (22) \$ 1,448

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.	86,169,600	85,581,478	78,724,689
(2) Civilian allowances.	276,100	249,797	114,638
(4) Professional and special services.	964,500	921,770	890,935
(5) Travelling and removal expenses.	2,962,500	2,856,442	2,300,109
(6) Freight, express and cartage.	213,000	193,059	177,073
(7) Postage.	1,312,000	1,308,675	1,166,825
(8) Telephones, telegrams and other communication services.	580,500	559,601	504,427
(9) Publication of departmental reports and other material.	144,000	124,512	94,815
(10) Exhibits, advertising, films, broadcasting and displays.	503,000	494,624	205,479
(11) Office stationery, supplies, equipment and furnishings.	3,202,800	2,873,784	2,645,014
(12) Materials and supplies.	1,043,000	1,009,186	953,868
Buildings and works including land—			
(13) Construction or acquisition.	190,000	136,035	113,454
(14) Repairs and upkeep.	135,000	114,878	117,907
(15) Rentals.	22,000	18,890	19,690

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
Equipment—			
(16) Construction or acquisition.....	77,600	62,695	68,131
(17) Repairs and upkeep.....	15,500	12,250	13,417
(19) Municipal or public utility services.....	65,000	58,399	49,002
(21) Pensions, superannuation and other benefits.....	4,269	4,269	5,835
(22) All other expenditures.....	56,648	46,601	16,808
	97,937,017	96,626,945	88,182,116
(34) Less—Estimated savings and recoverable items.....	1,609,000	1,654,965	1,273,572
Total.....	\$ 96,328,017	\$ 94,971,980	\$ 86,908,544

Estimated value of major services not included
in this department's appropriations

	1965-66	1964-65
Accommodation—provided by the Department of Public Works.....	9,537,000	9,363,200
Accommodation—in this Department's own buildings.....	166,600	166,600
Accounting and cheque issue services—Comptroller of the Treasury.....	878,000	784,100
Contributions to superannuation account—Department of Finance.....	4,708,000	4,432,100
Employee surgical-medical insurance premiums—Department of Finance.....	463,700	482,100
Employee compensation payments—Department of Labour.....	22,200	23,700
Carrying of franked mail—Post Office Department.....	548,900	454,000
	\$ 16,324,400	\$ 15,705,800

Payments of Damage Claims

CUSTOMS AND EXCISE

Sundry claims, each under \$1,000 (13).....	\$ 1,973
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REVENUES

Comparative Summary

Customs and Excise		1965-66	1964-65
Tax Revenue—			
Excise Taxes			
A	Sales Tax.....	1,917,214,765 04	1,587,761,188 49
B	Less Old Age Security Tax.....	522,085,843 68	383,151,253 74
		1,395,128,921 36	1,204,609,934 75
C	Other Excise Taxes.....	296,178,098 22	269,082,083 60
D	Customs Import Duties.....	685,519,389 82	622,101,883 42
E	Excise Duties.....	445,885,434 34	411,402,144 77
	Total net Tax Revenue.....	2,822,711,843 74	2,507,196,046 54
Non-Tax Revenue—			
F	Return on investments.....	3,041 88	1,545 46
G	Privileges, licences and permits.....	195,204 06	207,671 61
H	Proceeds from sales.....	116,428 51	109,919 50
I	Services and service fees.....	254,305 46	504,535 31
J	Refunds of previous years' expenditure.....	5,781 14	2,484 43
K	Miscellaneous.....	1,653,425 56	1,333,927 30
	Total (Customs and Excise).....	2,824,940,030 35	2,509,356,130 15

		1965-66	1964-65
Taxation			
Tax Revenue—			
L Income Tax			
Individuals			
	Deductions at source.....	1,948,519,944 54	1,899,747,472 51
	Less Old Age Security Tax.....	374,500,000 00	331,500,000 00
		1,574,019,944 54	1,568,247,472 51
	Other collections.....	688,836,285 45	635,434,444 08
	Less Old Age Security Tax.....	120,400,000 00	100,400,000 00
		568,436,285 45	535,034,444 08
	Corporations.....	1,758,870,322 17	1,669,064,600 62
	Less Old Age Security Tax.....	152,250,000 00	145,250,000 00
		1,606,620,322 17	1,523,814,600 62
	Non-Resident.....	170,018,708 03	143,717,945 26
M	Estate Tax.....	108,352,376 48	88,625,641 14
	Total net Tax Revenue.....	4,027,447,636 67	3,859,440,103 61
Non-Tax Revenue—			
N	Return on investments.....	50 40	
O	Proceeds from sales.....	837 33	639 36
P	Services and service fees.....	126,139 66	61,464 50
Q	Refunds of previous years' expenditure.....	50,121 54	3,469 93
R	Miscellaneous.....	2,596,210 28	410,754 30
	Total (Taxation).....	4,030,220,995 88	3,859,916,431 70
	Grand Total.....	\$ 6,855,161,026 23	\$ 6,369,272,561 85

Details

Customs and Excise

Tax Revenue—			
A Sales Tax: on domestic goods \$1,696,687,920; on imports \$279,390,613 .	1,976,078,533		
Less drawbacks, \$566,196 and refunds, \$58,297,572	58,863,768		
Drawbacks related to tax paid in respect of both imported and domestically manufactured goods exported.		1,917,214,765	
B Less Old Age Security Tax		522,085,843	
The Old Age Security Act, c. 200, R.S., as amended, provided for the imposition of a 3 per cent sales tax to partially meet the cost of payment of old age security pensions and, concurrently, a reduction from 11 per cent to 8 per cent in the sales tax levied under the Excise Tax Act. Pursuant to section 11 (1) of the Old Age Security Act, the above amount "equal in the opinion of the Minister of National Revenue to the old age security tax collected" was transferred to the old age security fund which will be found under the schedule, Annuity, Insurance and Pension Accounts, in volume I of this report.			
		1,395,128,922	
C Other Excise Taxes:			
Penalties \$1,534,409; miscellaneous (court penalties, court costs, etc.) \$85,640.			
Manufacturer's taxes: automobiles \$60; cigarettes \$217,875,695; cigars \$3,811,342; tobacco manufactured \$16,393,321; jewellery, clocks, watches, etc. \$7,935,585; lighters \$483,805; matches \$744,751; phonographs, radios and tubes \$14,728,648; playing cards \$1,045,528; slot machines \$149,012; smokers' accessories \$153,954; special editions and non-Canadian periodicals \$836,685; television sets and tubes, etc. \$12,231,814; toilet articles and preparations \$14,113,979; wines \$4,401,603	296,525,831		

	1965-66	1964-65
The amount of \$296,525,831 represented other excise taxes on domestic goods \$285,272,791 and on imports \$11,253,040.		
Less drawbacks, \$21,566, and refunds \$326,167.....	347,733	296,178,098
Drawbacks related to tax paid in respect of both imported or domestically manufactured goods exported.		
D Customs Import Duties.....	750,989,860	
Less drawbacks, \$48,799,650, and refunds \$16,670,820.....	65,470,470	685,519,390
Drawbacks consisted of home consumption drawback claims amounting to \$14,397,308; and export drawback claims of \$34,402,342.		
E Excise Duties: Spirits \$156,941,992; beer \$107,917,323; Canadian raw leaf tobacco \$66,222; cigarettes \$179,054,017; cigars \$1,001,362; tobacco, manufactured \$6,945,147; licences \$33,897.....	451,959,960	
Less drawbacks \$4,148,998, and refunds \$1,925,528.....	6,074,526	445,885,434
Drawbacks related chiefly to spirits sold and delivered to universities or scientific and research laboratories for scientific purposes only, or to bona fide public hospitals for medicinal purposes only; and to beer exported or delivered to ships' stores.		
Non-Tax Revenue—		
F Return on investments: Surplus on operation of the Customs and Excise working capital advances \$1,504; sundries \$1,538.....		3,042
G Privileges, licences and permits: Brokers' licences \$36,302; copies of documents \$40,664; law stamps \$42,765; rentals of public buildings and properties \$80,029.....	199,760	
Less refunds.....	4,556	195,204
H Proceeds from sales: Sale of unclaimed goods, seals, etc.....		116,428
I Services and service fees: Cartage \$3,844; customs warehouse annual licence fees \$33,665; storage charges \$216,966.....	254,475	
Less refunds.....	170	254,305
Storage charges were for goods warehoused for examination and not cleared within the prescribed period.		
J Refunds of previous years' expenditure.....		5,781
K Miscellaneous: Customs seizures \$1,619,676; excise seizures \$156,471; sundries \$10,067.....	1,786,214	
Less adjustments of penalties, customs and excise seizures \$131,765; sundries \$1,023.....	132,788	1,653,426
The revenues from customs and excise seizures were derived mainly from seizures under provisions of the Customs Act, c. 58, R.S., as amended, and the Excise Act, c. 99, as amended.		
Total (Customs and Excise).....		\$ 2,824,940,030

Certified correct.

R. C. LABARGE
Deputy Minister of National Revenue
for Customs and Excise.

Taxation

Tax Revenue—		
L Income Tax		
Individuals		
Deductions at source.....	2,251,109,314	
Less refunds.....	302,589,369	
	1,948,519,945	
Less Old Age Security Tax.....	374,500,000	1,574,019,945
Other collections.....	702,659,787	
Less refunds.....	13,823,502	
	688,836,285	
Less Old Age Security Tax.....	120,400,000	568,436,285
Corporations.....	1,822,753,231	
Less refunds.....	63,882,909	
	1,758,870,322	
Less Old Age Security Tax.....	152,250,000	1,606,620,322

The Old Age Security Act, c. 200, R.S., as amended, provides for the imposition of 4 per cent personal income tax not to exceed \$120 per annum and the imposition of a 3 per cent tax on corporation profits to partially meet the cost of payment of old age security pensions. Pursuant to section 11 (1) of the Act, the amounts of \$494,900,000 in respect of individuals and \$152,250,000 in respect of corporations "equal in the opinion of the Minister of National Revenue to the Old Age Security Tax collected" were transferred to the old age security fund which will be found under the schedule, Annuity, Insurance and Pension Accounts, in volume I of this report.

Non-resident	171,300,692	
Less refunds	1,281,984	
		170,018,708
M Estate Tax	111,719,350	
Less refunds	3,366,973	
		108,352,377
The Estate Tax includes duties levied under the Dominion Succession Duty Act.		
Non-Tax Revenue—		
N Return on investments		51
O Proceeds from sales		837
P Services and service fees (computer services)		126,139
Q Refunds of previous years' expenditure		50,122
R Miscellaneous: Canada Pension Plan recoverable costs \$1,919,412; fines and forfeitures \$667,344; law costs \$8,002; sundries \$1,452		2,596,210
Total (Taxation)		<u>\$ 4,030,220,996</u>

Certified correct.

J. GEAR McENTYRE,
Deputy Minister of National Revenue for Taxation

Comparative Statement of Accounts Receivable at March 31

	1966	1965
Collectible	*211,177,778	188,460,243
Uncollectible	43,562,886	46,379,344
	<u>\$ 254,740,664</u>	<u>\$ 234,839,587</u>

CUSTOMS AND EXCISE

The amount shown as collectible as at March 31, 1966 included: domestic excise taxes \$12,673,243, customs seizures \$685,818, customs duties and taxes on importations \$12,151,824, sundries \$801. The customs duties and taxes on importations include \$10.2 million comprised of known and estimated receivables as a result of vehicle manufacturers failing to fully meet conditional agreements. The estimate does not cover periods under Motor Vehicle Tariff Order 1965 in cases where the department is not aware as to whether or not the manufacturers have met all the conditions. Also the receivables do not include the unpaid portion of duties and taxes on certain temporary importations where approval for relief is being sought by Order-in-Council similar in extent to that applicable under continuing Orders-in-Council to specific types of temporary importations.

Uncollectibles as at March 31, 1966 included domestic excise taxes \$870,243, customs seizures \$46,404, customs duties and taxes on importations \$203,743, sundries \$3,638.

No breakdown as between current and previous fiscal years is available from departmental records in respect of revenue accounts.

During the year 195 items amounting to \$868,695 were deleted under authority of Department of Finance Vote 16E and 636 items amounting to \$117,218 were deleted under authority of section 23 of the Financial Administration Act, c. 116, R.S., as amended.

TAXATION

The amount shown as collectible as at March 31, 1966 included: individual income tax—deductions at source \$4,328,022, other collections \$99,882,750; corporation tax \$59,478,465, non-resident tax \$2,675,251, estate tax \$13,441,112, deferred tax \$5,860,000, sundries \$492.

Uncollectibles as at March 31, 1966 included: individual income tax—deductions at source \$4,134,601, other collections \$26,194,272; corporation tax \$11,710,968, non-resident tax \$231,718, estate tax \$136,245, provincial tax \$30,000, sundries \$1,054.

No breakdown as between current and previous fiscal years, is available from departmental records in respect of tax revenue accounts.

During the year 9,012 items amounting to \$550,766 were deleted under authority of section 23 of the Financial Administration Act, c. 116, R.S., as amended.

*Approximately 46% of the dollar value of the amounts shown as collectible is represented by assessments under appeal. Although an assessment under appeal is an amount owing to the Crown this amount may be reduced on the eventual disposition of the appeal. There is no way of reasonably estimating the possible future reductions of such assessments.

Appendix

CUSTOMS AND EXCISE WORKING CAPITAL ADVANCES

Statement of Operations for the year ended March 31, 1966

Sales—

Sales of uniform cloth..... 96,928

Less Account payable, D'Allaird's Ltd Montreal..... 8

96,920

Cost of goods sold—

Inventory March 31, 1965..... 62,446

Purchases..... 63,633

Shrinking, waterproofing, storing and other expenses..... 4,277

130,356

Less Account receivable, Leach Textiles Ltd Montreal..... 283

130,073

Less: Inventory March 31, 1966.....

34,657

95,416

Profit transferred to Non-Tax Revenue—Return on investments.....

\$ 1,504

1965-66
PUBLIC ACCOUNTS

DEPARTMENT OF NORTHERN AFFAIRS AND NATIONAL RESOURCES

Details of
EXPENDITURES AND REVENUES

CONTENTS

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DEPARTMENT OF NORTHERN AFFAIRS AND NATIONAL RESOURCES

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, by P.C. 1965-2285 of December 22, 1965, the Governor General in Council transferred the powers, duties and functions of the Minister of Citizenship and Immigration, relating to the control or supervision of that part of the public service known as the Indian Affairs Branch of the Department of Citizenship and Immigration to the Minister of Northern Affairs and National Resources and pursuant to the Financial Administration Act designated the Minister of Northern Affairs and National Resources as the appropriate minister for the purposes of that Act in respect of Northern Transportation Company Limited.

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, by P.C. 1965-2284 of December 22, 1965, the Governor General in Council transferred the powers, duties and functions of the Minister of Northern Affairs and National Resources relating to the control or supervision of those parts of the public service known as the Water Resources Branch and the Resource Development Branch, but excluding therefrom those parts concerned with the administration of resources on Indian lands and in that part of Canada described in the Schedule thereto, to the Minister of Mines and Technical Surveys, as well as the powers, duties or functions of the Minister of Northern Affairs and National Resources, under the Atlantic Provinces Power Development Act, the Dominion Water Power Act, the Canada Water Conservation Assistance Act, and the International River Improvements Act, and paragraphs (c) and (d) of section 5 and section 7 of the Department of Northern Affairs and National Resources Act except in so far as those sections of that Act confer powers, duties or functions in respect of the lands described in the Schedule thereto.

In accordance with the usual practice, the details of both the 1965-66 and 1964-65 expenditures and revenues are shown under the Department to which the transfer was made.

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
32· 3	Stat.	Minister of Northern Affairs and National Resources—Salary and motor car allowance	16,999 92	16,999 92	17,000 00
		ADMINISTRATION AND GENERAL			
32· 3	1	Departmental administration	1,854,325 00 1,854,325 00	1,852,537 27 1,852,537 27	1,533,091 13 1,533,091 13
		NATIONAL PARKS			
32· 5	15	Administration, operation and maintenance	14,166,600 00	14,057,771 05	11,744,088 56
32· 8	20	Construction or acquisition of buildings, works, land and equipment	15,002,001 00 29,168,601 00	14,924,841 97 28,982,613 02	13,387,255 08 25,131,343 64
		INDIAN AFFAIRS			
		Transfer from Department of Citizenship and Immigration—			
32·13		Vote 15 Administration, operation and maintenance	65,387,330 00	65,151,251 93	51,543,795 56
32·20		Vote 20 Construction or acquisition	16,155,270 00	15,967,909 08	12,706,229 72
32·24		Stat. Indian annuities and miscellaneous pensions	562,558 00	562,558 00	513,720 00
32·25		Stat. Refunds of amounts credited to revenue in previous years	2,466 14	2,466 14	5,488 60
32·25		Stat. Write-off of assets	42 38 82,107,666 52	42 38 81,684,227 53	17,487 59 64,786,721 47
		NORTHERN ADMINISTRATION			
32·25	45	Administration, operation and maintenance	27,504,502 00	25,869,845 08	22,398,702 10
32·33	50	Construction or acquisition of buildings, works, land and equipment	14,155,800 00	12,492,954 55	8,167,730 80

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
32·38	Stat.	Payments to the Government of the Yukon Territory and Northwest Territories for subsidies and special compensation in lieu of certain taxes as provided in the tax rental agreements authorized by Votes 108 and 118, Special Appropriation Act, 1963.....	5,497,058 63 <u>47,157,360 63</u>	5,497,058 63 <u>43,859,858 26</u>	4,973,758 39 <u>35,540,191 29</u>
GENERAL					
32·38	Stat.	Gratuities to families of deceased employees	4,099 87	4,099 87	1,900 60
32·38	Stat.	Refunds of amounts credited to revenue in previous years.....	33,396 99	33,396 99	11,564 14
		<i>Expenditures from appropriations not required for 1965-66.....</i>			284,304 50
			<u>\$160,342,449 93</u>	<u>\$156,433,732 86</u>	<u>\$127,306,116 77</u>

Salary of Minister, Hon Arthur Laing, Salaries Act, c.243, R.S., as amended.....	(1)	\$15,000
Motor car allowance to Minister, c.249, R.S., as amended.....	(2)	<u>\$ 2,000</u>

Hon Arthur Laing received travelling expenses of \$5,191 charged to Vote 1.

ADMINISTRATION AND GENERAL

Vote 1 Departmental administration including a contribution to the Canadian Council of Resource Ministers in an amount equal to one-half the aggregate contribution of the provinces but not exceeding \$55,000 and \$145,000 for grants for northern research and for northern scientific research expeditions.....	1,817,000
Vote 1b To extend the purposes of Vote 1 of the main estimates for 1965-66 to include the grant detailed in these estimates, to raise the limit of the contribution to the Canadian Council of Resource Ministers to an amount not exceeding \$76,919 and to provide a further amount of.....	125,719
Transfer from Department of Citizenship and Immigration that portion of Vote 1 which relates to the expenses of administrative functions transferred to the Department of Northern Affairs and National Resources in conjunction with the transfer of the Indian Affairs Branch.....	37,475
Transfer from Department of Finance Vote 15 contingencies.....	47,000
	<u>2,027,194</u>
Less—Amount transferred to Department of Mines and Technical Surveys.....	172,869
	<u>1,854,325</u>
Expenditures.....	<u>\$ 1,852,537</u>

Total revenue arising from the above expenditures amounted to \$490.

Departmental administration including a contribution to the Canadian Council of Resource Ministers in an amount equal to one-half the aggregate contribution of the provinces but not exceeding \$76,919

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 1,143,700		
Transfer from Department of Finance Vote 15 contingencies.....	44,500		
	(1) 1,188,200	1,212,995	1,211,485
Isolation and other allowances.....	(2) 6,000	2,575	2,574
A Professional and special services.....	(4) 64,600	11,500	11,457
Travelling and removal expenses.....	(5) 35,550	56,955	56,951
Freight, express and cartage.....	(6) 200	595	595
Postage.....	(7) 4,000	4,400	4,400

	Estimates	Allotments	Expenditures
Telephones and telegrams	(8) 23,800	33,905	33,902
Publication of departmental report	(9) 4,000	4,100	4,094
Exhibits, advertising, films, broadcasting and displays..	(10) 3,600	3,555	3,553
Office stationery, supplies and equipment	(11) 66,700	85,000	84,995
Materials and supplies	(12) 1,541	1,971	1,829
Repairs and upkeep of equipment	(17) 634	484	457
Sundries	(22) 1,500	2,270	2,267
	<u>\$ 1,400,325</u>	<u>\$ 1,420,305</u>	<u>\$ 1,418,559</u>

This sub-vote was provided for salaries and other expenses of the Minister's office, the Deputy and Assistant Deputy Ministers' offices, the offices of the Financial and Management Adviser, the Personnel Adviser, the Legal Adviser, the Management Auditor and Information Services. It also provided for the salaries and other expenses of the office of Materiel and Supply under the Financial and Management Adviser at Fort Smith N W T now transferred to the Northern Administration of the Department.

A Payments by services with individual payments of \$2,000 or over were:

Consultant fees \$7,557—Demers Homa Baby Montreal \$4,952, Stevenson and Kellogg Ltd Toronto \$2,605.

Instructional services \$2,425.

Miscellaneous services \$1,475.

Northern co-ordination and research including \$145,000 for grants for northern research and for northern scientific research expeditions

	Estimates	Allotments	Expenditures
Salaries and wages	(1) 159,700	135,700	135,699
Overtime	(1) 500	1,175	1,171
Isolation and other allowances	(2) 8,800	6,340	6,337
A Professional and special services	(4) 45,000	43,880	43,879
Travelling and removal expenses	(5) 18,000	14,800	14,796
Freight, express and cartage	(6) 1,000	2,375	2,373
Telephones and telegrams	(8) 1,700	1,945	1,943
Publication of departmental reports and other material.	(9) 6,000	5,970	5,966
Office stationery, supplies and equipment	(11) 9,000	8,950	8,949
Materials and supplies	(12) 5,000	5,280	5,277
Repairs and upkeep of buildings and works	(14) 300	120	116
Acquisition of equipment	(16) 10,000	13,670	13,670
Repairs and upkeep of equipment	(17) 700	700	698
Municipal or public utility services	(19) 12,000	17,435	17,432
Grants for northern research and for northern scientific research expeditions	(20) 145,000	145,000	145,000
Grant to the Arctic Institute of North America towards the publication of the Arctic Bibliography	(20) 30,000	30,000	30,000
Sundries, including transportation expenses of other than government employees	(22) 1,300	680	672
	<u>\$ 454,000</u>	<u>\$ 434,020</u>	<u>\$ 433,978</u>

This sub-vote was provided to cover the salary and other expenses of the Secretariat of the Advisory Committee on Northern Development; the salaries and other expenses for the operation of the Northern Co-ordination and Research Centre at Ottawa and for federal grants to assist in northern research and for northern scientific research expeditions.

Revenue arising from the above expenditures amounted to \$490 and consisted of *Proceeds from sales*.

A Payments by services with individual payments of \$2,000 or over were:

Analysts fees \$33,922—P F Cooper New Ipswich New Hampshire U S A \$4,450, M Freeman Montreal \$7,600, D Jenness Wakefield Que \$5,000, J M Lubart New York N Y U S A \$4,000, J Maillot Montreal \$3,300, D Smith Cambridge Mass U S A \$3,490, A Tanner Vancouver \$3,000, J R Woolforth Vancouver \$3,082.

Miscellaneous services \$9,957.

Total Vote 1	<u>\$ 1,854,325</u>	<u>\$ 1,854,325</u>	<u>\$ 1,852,537</u>
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NATIONAL PARKS

Vote 15 Administration, operation and maintenance including wildlife resources conservation and development, administration of the Migratory Birds Convention Act and payments to land owners who maintain migratory bird habitat in accordance with agreements entered into on terms and conditions approved by the Governor in Council, payment to the National Battlefields Commission for the purposes and subject to the provisions of an act respecting the National Battlefields at Quebec and grants as detailed in the estimates.

13,551,000

Vote 15b To extend the purposes of Northern Affairs and National Resources

Vote 15 of the main estimates for 1965-66 to include authority to make preliminary expenditures on the proposed new national park in the area of Kejimikujik Lake in Nova Scotia and to provide a further amount of

130,600

Transfer from Department of Finance **Vote 15** contingencies

485,000

Expenditures

14,166,600

\$14,057,771

Total revenue arising from the above expenditures amounted to \$2,972,028.

Expenditures included an ex-gratia payment of \$100 or over as follows:

Particulars and payeeAuthorityAmount

Payment representing travel and removal costs incurred by Mrs
G L Scott and daughter in moving from Halifax to Ottawa.

Maritime Warehousing & Transfer Company Limited T.B. 644762 October 25, 1965

\$ 500*Branch Administration*EstimatesAllotmentsExpenditures

Salaries and wages \$ 510,000

Transfer from Department of Finance **Vote 15**
contingencies 23,000

(1) 533,000 473,400 464,483

Overtime (1) 4,000 4,000 1,381

A Professional and special services (4) 9,000 9,000 8,954

Travelling expenses (5) 41,150 41,150 37,425

Postage (7) 100 100 100

Telephones and telegrams (8) 3,800 3,800 3,602

Office stationery, supplies and equipment (11) 11,500 11,500 11,498

Materials and supplies (12) 850 850 615

Acquisition of equipment (16) 400

Sundries (22) 200 200 159

\$ 604,000 \$ 544,000 \$ 528,217

This sub-vote was provided for branch administration of the Parks Division, Historic Sites Division, Engineering Division and Canadian Wildlife Service. It also provides a Planning Division, a Property, Building and Contract Section, an Information Section, an Accounting Section, a Personnel Section, a library and a stenographic and typing pool for the above mentioned services. The most important function of this sub-vote is the formulation and control of regulations, so as to preserve and protect wildlife, restore historic sites and develop national parks.

A Payments by services with individual payments of \$2,000 or over were:

Commissionaire services \$5,055—Canadian Corps of Commissionaires Montreal \$5,055.

Librarian fees \$2,834.

Miscellaneous services \$1,065.

*National Parks and Historic Sites and Monuments—
Administration, operation and maintenance*

EstimatesAllotmentsExpenditures

Salaries and wages \$ 7,427,000

Transfer from Department of Finance **Vote 15**
contingencies 406,000

(1) 7,833,000 7,967,050 7,967,012

Overtime (1) 151,500 184,700 184,672

Allowances (2) 33,000 33,000 26,509

		Estimates	Allotments	Expenditures
A	Professional and special services.....	(4) 265,200	235,200	235,166
	Travelling and removal expenses.....	(5) 184,500	190,500	190,488
	Freight, express and cartage.....	(6) 57,400	53,400	43,762
	Postage.....	(7) 12,900	14,150	14,147
	Telephones and telegrams.....	(8) 72,900	95,700	95,652
	Publication of departmental reports and other material..	(9) 88,400	88,400	77,418
	Exhibits, advertising, films, broadcasting and displays..	(10) 36,200	36,200	28,567
	Office stationery, supplies and equipment.....	(11) 73,500	98,700	98,637
	Materials and supplies.....	(12) 909,000	909,000	899,536
	Repairs and upkeep of buildings and works.....	(14) 281,500	296,300	296,251
	Repairs and upkeep of roads, bridges, streets, sidewalks and trails.....	(14) 449,000	319,000	318,459
	Rental of land, buildings and works.....	(15) 400	2,600	2,563
	Repairs and upkeep of equipment.....	(17) 685,500	685,500	671,331
	Rental of equipment.....	(18) 64,900	98,400	98,385
	Municipal or public utility services.....	(19) 301,000	302,000	301,932
B	Payments to individuals or groups in accordance with agreements entered into by the Minister pursuant to the Historic Sites and Monuments Act for the preser- vation and commemoration of historic sites.....	(20) 260,000	210,000	207,491
	Unemployment insurance contributions.....	(21) 44,500	44,500	37,885
	Sundries.....	(22) 45,300	45,300	35,264
		<u>\$11,849,600</u>	<u>\$11,909,600</u>	<u>\$11,831,072</u>

This sub-vote was provided for the operation of eighteen parks under the authority of the National Parks Act Regulations and nineteen historic parks, twelve major historic sites together with five hundred and eighty-seven plaques and monuments under the authority of the Historic Sites and Monuments Act.

Revenue arising from the above expenditures amounted to \$2,967,347 and consisted of *Privileges, licences and permits* \$2,588,842—bathhouse tickets and fees \$383,638, building permits \$15,557, business licences and concessions \$170,191, camping permits \$284,816, fishing and hunting licences \$56,517, golf fees \$187,068, living accommodation and services \$273,432, rental of buildings \$19,970, rental of land \$80,873, rental of machinery and equipment \$16,716, timber permits and royalties \$22,507, transient and motor vehicle licences \$1,042,495, sundries \$35,062; *Proceeds from sales* \$69,280—buildings \$6,343, game and game products \$22,595, publications and prints \$6,131, uniforms \$11,063, sundries \$23,148; *Services and service fees* \$255,983—electricity \$28,666, garbage collection rates \$39,679, sewer and water rates \$177,433, sundries \$10,205; *Miscellaneous* \$53,242—commission on provincial motor and drivers licences \$15,961, miscellaneous fines \$30,280, sundries \$7,001.

A Payments by services with individual payments of \$2,000 or over were:

Aerial photography services \$4,612—Western Photogrammetry Co Saskatoon Sask \$4,612.

Analysts fees \$6,550—P Nadon Eastview Ont \$3,975.

Commissionaires services \$128,795—Canadian Corps of Commissionaires Montreal \$120,194.

Garbage collection services \$17,479—Joseph E Buote Rusticoville P E I \$3,928, H Klassen Leamington Ont \$3,731, S J Murray Brockley P E I \$9,820.

Golf course professional fees \$4,394.

Managerial services \$14,450—Mt Seymour Caterers Ltd Vancouver \$4,450, New Brunswick Museum Saint John N B \$10,000.

Spraying services \$4,118—Airspray Ltd Edmonton \$4,118.

Miscellaneous services \$54,768.

B Contract: Corporation of the City of Kingston for marking and reconstruction of the Kingston City Hall Portico \$100,000, expenditures \$100,000 (final).

The following distribution of expenditures was maintained under authority of Treasury Board.

	Allotments	Expenditures
Head Office.....	1,020,744	1,020,744
Transfer from Department of Finance Vote 15 contingencies.....	79,000	67,766
	<u>1,099,744</u>	<u>1,088,510</u>
Western region.....	7,845,030	7,845,030
Transfer from Department of Finance Vote 15 contingencies.....	248,000	191,009
	<u>8,093,030</u>	<u>8,036,039</u>
Central region.....	491,291	491,291
Transfer from Department of Finance Vote 15 contingencies.....	26,000	15,702
	<u>517,291</u>	<u>506,993</u>

	Allotments	Expenditures
Atlantic region	2,146,535	2,146,535
Transfer from Department of Finance Vote 15 contingencies	53,000	52,995
	<u>2,199,535</u>	<u>2,199,530</u>
	<u>\$11,909,600</u>	<u>\$11,831,072</u>

Expenditures by provinces and territories were as follows:

Head Office	1,088,479
Newfoundland	298,989
Nova Scotia	1,280,633
Prince Edward Island	291,271
New Brunswick	328,668
Quebec	52,507
Ontario	454,669
Manitoba	715,692
Saskatchewan	647,907
Alberta	4,902,585
British Columbia	1,761,272
Yukon Territory	8,400
	<u>\$11,831,072</u>

Grant to Jack Miner Migratory Bird Foundation

	Estimates	Allotments	Expenditures
Grant	(20)\$ 10,000	\$ 10,000	\$ 10,000

*Grant in aid of the development of the
International Peace Garden in Manitoba*

	Estimates	Allotments	Expenditures
Grant	(20)\$ 15,000	\$ 15,000	\$ 15,000

*To authorize payment to the National Battlefields Commission for the purposes
and subject to the provisions of an act respecting the National Battlefields at
Quebec (c.57, Statutes of 1908 as amended)*

	Estimates	Allotments	Expenditures
Payment	(22)\$ 275,000	\$ 275,000	\$ 275,000

*Canadian Wildlife Service—Wildlife resources conservation and development
including administration of the Migratory Birds Convention Act, \$6,000 for
scholarships for the university training of biologists and payments to land
owners who maintain migratory bird habitat in accordance with agreements
entered into on terms and conditions approved by the Governor in Council*

	Estimates	Allotments	Expenditures
Salaries and wages	\$ 592,000		
Transfer from Department of Finance Vote 15 contingencies	56,000		
	(1) 648,000	721,700	721,663
Overtime	(1) 12,000	9,000	8,712
Allowances	(2) 9,000	9,000	7,459
A Professional and special services	(4) 185,000	155,000	154,337
Travelling expenses—Field investigations	(5) 64,500	49,500	49,223
Other travelling and removal expenses	(5) 39,200	54,800	54,798
Freight, express and cartage	(6) 13,200	20,000	19,927
Postage	(7) 2,200	2,450	2,432
Telephones and telegrams	(8) 7,500	16,600	16,559
Publication of departmental reports and other material	(9) 81,500	51,500	49,435
Films and hunting season posters	(10) 48,800	53,600	53,544
Office stationery, supplies and equipment	(11) 20,300	26,100	26,068

		Estimates	Allotments	Expenditures
Materials and supplies	(12)	69,500	65,500	64,803
Repairs and upkeep of buildings and works	(14)	1,900	1,900	892
Rental of land, buildings and works	(15)	45,300	18,300	17,482
Repairs and upkeep of equipment	(17)	16,200	16,200	15,935
Rental of equipment	(18)	114,400	103,400	102,483
Municipal or public utility services	(19)	9,200	7,950	3,553
Memberships in scientific associations	(20)	500	500	169
B Scholarships for the university training of biologists	(20)	6,000	6,000	6,000
Unemployment insurance contributions	(21)	200	400	379
C Payments to land owners who maintain migratory bird habitat in accordance with agreements entered into on terms and conditions approved by the Governor in Council	(22)	15,000	20,000	20,000
Sundries	(22)	3,600	3,600	2,629
		<u>\$ 1,413,000</u>	<u>\$ 1,413,000</u>	<u>\$ 1,398,482</u>

This sub-vote was provided for the cost of scientific research, conservation, management and development of wildlife resources under the control of the Government of Canada.

Revenue arising from the above expenditures amounted to \$4,681 and consisted of *Privileges, licences and permits*—\$1,078; *Proceeds from sales*—\$295; *Miscellaneous*—\$3,308.

A Payments by services with individual payments of \$2,000 or over were:

Aerial photography services \$4,856—Western Photogrammetry Co Saskatoon Sask \$4,856.

Analysts fees \$37,761—University of Alberta Edmonton \$4,690, Animal Nutrition Laboratory Vancouver \$2,160, A E Berry Don Mills (Toronto) \$2,000, Carleton University Ottawa \$2,900, Memorial University of Newfoundland St John's \$2,500, W T Oliver Guelph Ont \$6,500, Ontario Research Foundation Toronto \$5,000, L H Reynolds Ottawa \$2,250, University of Saskatchewan Saskatoon Sask \$3,508, S M Teeple Ottawa \$3,253.

Consultant fees \$10,138—C D Fowle Toronto \$3,223, W W H Gunn Clarkson Ont \$6,915.

Engineering and technicians fees \$7,065—C Jorgenson Saskatoon Sask \$2,010, S P Pryor Yorkton Sask \$2,205.

Flying services \$2,362.

Legal fees \$3,745.

Miscellaneous services \$88,410.

B Expenditures consisted of payments of scholarships in the amount of \$1,200 to the following: W A Charnetski Edmonton, A N Lance Vancouver, J P Ryder Edmonton, I Stirling Vancouver, G Wobeser Guelph Ont.

C This expenditure represented payment to the British Columbia Waterfowl Society for assistance in developing lands into a waterfowl reserve.

The following distribution of expenditures was maintained under authority of Treasury Board.

	Allotments	Expenditures
Headquarters	543,665	543,665
Transfer from Department of Finance Vote 15 contingencies	30,000	20,796
	<u>573,665</u>	<u>564,461</u>
Eastern region	262,965	262,965
Transfer from Department of Finance Vote 15 contingencies	3,000	1,649
	<u>265,965</u>	<u>264,614</u>
Western region	550,370	550,370
Transfer from Department of Finance Vote 15 contingencies	23,000	19,037
	<u>573,370</u>	<u>569,407</u>
	<u>\$ 1,413,000</u>	<u>\$ 1,398,482</u>
 Total Vote 15	 <u>\$14,166,600</u>	 <u>\$14,057,771</u>

Vote 20 Construction or acquisition of buildings, works, land and equipment 15,002,000

Vote 20b To extend the purposes of Vote 20 of the main estimates for 1965-66 to include authority to make preliminary expenditures on the proposed new national park in the area of Kejimikujik Lake in Nova Scotia

1

15,002,001

Expenditures \$14,924,842

Expenditures included ex-gratia payments of \$100 or over as follows:

Particulars and payee	Authority	Amount
Settlement of outstanding accounts by William Pimiskern Ltd, contract no 125, Point Pelee National Park.....	T.B. 646105 October 25, 1965	
Benni Lumber & Building.....		4,429
A C Fox Ltd.....		1,670
Fox Ready-Mix Ltd.....		848
Sheldon Wood & Son Ltd.....		291
Spinks Gravel Ltd.....		1,762
		<u>\$ 9,000</u>

National Parks and Historic Sites and Monuments

	Estimates	Allotments	Expenditures
Construction of trunk highways including bridges..... (13)	4,414,000	4,141,000	3,982,843
Construction of other roads, bridges and trails..... (13)	1,378,000	2,609,000	2,608,265
Construction of buildings and other construction projects... (13)	8,679,000	7,621,000	7,041,460
Acquisition of cars and trucks..... (16)	353,500	353,500	348,165
Acquisition of tractors and heavy road machinery..... (16)	270,000	270,000	255,501
Acquisition of fire-fighting equipment..... (16)	53,000	53,000	44,983
Acquisition of other equipment..... (16)	251,500	251,500	251,002
	15,399,000	15,299,000	14,532,219
Less—Funds available in the Main Estimates, 1965-66..... (34)	725,999	725,999	
	<u>\$14,673,001</u>	<u>\$14,573,001</u>	<u>\$14,532,219</u>

The following distribution of expenditures was maintained under authority of Treasury Board.

	Allotments	Expenditures
Headquarters—construction and equipment.....	975,852	975,852
Main projects included expenditures as follows:		

Acquisition of land—

Alexander Graham Bell Museum Historic Park—C Dechman \$18,700; Amherstburg Ont—P E Marra \$17,614; Banff Park—The Board of School Trustees Banff School District 102 \$41,000 (acquisition of lease), A L Kovacs \$25,000, H R Peyto \$20,000, Rocky Mountain Tours & Transport Co Ltd \$20,000; Chambley Que—M C Beauvais \$33,148; Kootenay Park—Gladys M Mitchell and Edward S Mitchell \$25,000; Lancaster N B—S F Heans \$9,600; Point Pelee Park—R J Davies \$8,550, C Hall \$5,500, N Kachmar \$43,000, J C Mackenzie \$5,100, Hugh L McAuley and Hope E McAuley \$18,458, Edward Milligan and Marcella Milligan \$5,100, J Moody \$5,700, M Reynolds \$6,300, J M Ruby \$6,500; Riding Mountain Park—K W Baxter \$14,500, Stanford H Shuttlesworth and Wilhelmina Shuttlesworth \$7,000; Waterton Lakes Park—G Baker \$13,000, E M Desbrisay \$50,000.

Archaeological and historical research and design and display contracts—

N F Barka Cambridge Mass U S A \$3,125, B Claxton Ville-La-Salle Que \$3,588, J P Cloutier Coteau du Lac Que \$2,200, R T Grange Tampa Florida U S A \$4,411, E B Jelks Austin Texas U S A \$8,016, M Lapierre St Timothee Que \$2,200, University of Manitoba Winnipeg \$26,850, A E Wilson Kitchener Ont \$3,236, W Zacharchuk W Verdun Que \$3,218.

Preliminary surveys, investigations and designs—

E M Bauder North Burnaby B C \$2,250, W Loates Associates Ltd Ottawa \$2,500, McElhannay Nelson Air Surveys Ltd Vancouver \$8,129, John McIntosh & Associates Edmonton \$4,950, McMillan Long & Associates Calgary Alta \$10,246, Alfred N Miller Corporation Montreal \$8,991, R Ogilvie Ottawa \$9,670, Project Planning Associates Ltd Toronto \$8,602, P J Stokes Toronto \$4,400, W C Yeomans Vancouver \$6,000.

Special research projects relating to park use, economic values and effects and ecological studies—

C K Campbell Vancouver \$2,559, Ben W Crow & Associates Ltd Vancouver \$9,000, B S Edgington Ottawa \$2,293, Marshall Macklin & Monaghan Ltd Don Mills Ont \$5,488.

	Allotments	Expenditures
Construction or acquisition of historic ordnance for historic fortifications— E Cook Ottawa \$4,500.		
Compilation of architectural inventory—J R Stevens Toronto \$3,416.		
Commencement of a program for measured drawings of buildings in national historic parks—University of Manitoba Winnipeg \$2,750.		
Archaeological School Fort Lennox Que—M Ashworth Ottawa \$3,150, I C F Rodger Toronto \$2,935.		
Resource inventories in connection with long-range planning of existing and new national parks, an analysis of shorelines and other park use potentials— A De Vos Waterloo Ont \$7,100, G O Lee Tillsonburg Ont \$3,201, P Matrosovs Brantford Ont \$2,246, J D Mollard & Associates Regina \$4,073.		
Acquisition of equipment— Included: recreational equipment \$32,100, transportation equipment \$4,226.		
Western region—construction and equipment.....	4,444,459	4,444,458
Main projects—		
Lower Fort Garry National Historic Park Winnipeg— Construction of museum building *Contract (1963-64): Rodzen Construction Ltd \$136,108, expenditures \$6,405, to date \$136,108 (final).		
Banff Park— Construction of Two Jack Lake campground Contract (1964-65): Burns & Dutton Construction (1962) Ltd \$362,417, expenditures \$71,683, to date \$362,417 including holdbacks \$4,000.		
Development of Lake Louise area Contracts: (a) Burns & Dutton Construction (1962) Ltd (1964-65) for storm and sanitary sewer system and water works Lower Lake Louise Development \$154,802, expenditures \$11,268, to date \$154,802 (final), for construction of water supply, sanitary sewers, grading and gravelling roads \$158,115, expenditures \$14,599 including holdbacks \$730; (b) I W Campbell Construction Ltd for construction of eight toilet buildings and six kitchen shelters \$101,200, expenditures \$60,500 including holdbacks \$3,025, for construction of storm and sanitary sewer system and road construction \$147,610, expenditures \$17,293 including holdbacks \$865, *(1964-65) for construction of Bow river bridges and access road to campgrounds \$111,000, expenditures \$74,559, to date \$110,155 including holdbacks \$500, *for grading, base course, bridges and metal access road \$236,939, expenditures \$230,349.		
Elk Island Park— Development of recreation area Contract: Camwill Construction Ltd for construction of ten recreation shelters \$132,000, expenditures \$40,300 including holdbacks \$2,015.		
Jasper Park— Maligne Lake area development— *Contract: Square M Construction Limited and Coleman Collieries Limited for construction of Maligne river bridge, mile 27, Maligne Lake road \$337,100, expenditures \$57,323 including holdbacks \$2,866.		
Mount Revelstoke and Glacier Parks— Reconstruction of Mount Revelstoke road *Contract (1964-65): W C Arnett and Company Limited for grading and base course, mile 4.5 to mile 16, Mount Revelstoke access road \$681,404, expenditures \$212,769, to date \$381,556 including holdbacks \$19,078.		
Reconstruction of Mountain Creek campground *Contract (1964-65): Tollestrup Construction Company Limited for grading, base course, paving and storm sewers, campground sites Glacier Park \$118,034, expenditures \$107,625, to date \$118,034 (final).		
Waterton Lakes Park— Construction of storm sewer system, new water supply line and sewer life station Waterton townsite Contract: G C McLeod & Company Limited \$120,130, expenditures \$116,468 including holdbacks \$5,823.		
Included: photographic and mapping services \$3,465—General Photogrammetric Services Ottawa \$3,465; consultant fees \$9,750—R C Gauthier Ottawa \$9,750.		
Acquisition of equipment— Included: construction equipment \$98,662, farm equipment \$9,841, fire fighting equipment \$25,230, recreational equipment \$1,591.		

	Allotments	Expenditures
Central region—construction and equipment.....	690,446	690,445
Main projects—		
Point Pelee Park—		
Construction of a nature centre		
Contract: W J C Kaufmann Company \$207,118, expenditures \$173,373 including holdbacks \$8,669.		
Included architects fees \$12,000—		
L'Ecole Polytechnique Montreal \$12,000.		
Acquisition of equipment—		
Included: fire fighting equipment \$2,749, transportation equipment \$9,966.		
Atlantic region—construction and equipment.....	4,438,621	4,438,621
Main projects—		
Cape Breton Highlands Park—		
Completion of development of Black Brook serviced campground		
Contract: Island Construction Limited for construction of buildings, foot-bridge additions, mechanical and electrical installations \$126,953, expenditures \$83,000 including holdbacks \$4,150.		
Fortress of Louisburg—		
Commencement of construction of Chateau St Louis		
Contract: Cambrian Construction Limited for construction of shell, and mechanical and electrical services \$675,000, expenditures \$147,752 including holdbacks \$7,388.		
Prince Edward Island—		
Construction of Covehead bridge		
*Contract (1964-65): McNamara Construction of Nova Scotia Limited \$462,948, expenditures \$272,110, to date \$462,948 (final).		
Terra Nova Park—		
Construction of water supply system		
Contract: Goodyear Paving Limited \$287,116, expenditures \$113,700 including holdbacks \$5,685.		
Construction of Eastport road		
*Contract (1963-64): Thompson Construction (Chemong) Limited for grading, base course, and bridge construction mile 0 to mile 5, \$576,458, expenditures \$45,006, to date \$576,458 (final).		
Included payment of the following professional fees at Louisburg N S: analysts \$22,384—M Campbell \$3,529, K Hindrikus \$5,051, F MacIntyre \$4,014, G Roach \$5,312, A Storm \$4,478; archaeological research \$39,351—J B Akerman \$4,728, R B Lane \$5,913, J P Marwitt \$6,575, R H Marwitt \$4,688, Y McNutt \$3,585, J D Swannack \$3,050, J O Vogel \$6,800, W A Westbury \$4,012; architects \$2,555—D C Lutz \$2,255; consultants \$30,868—J Palardy \$13,700, B Way \$6,075, R Way \$11,093; historical research \$47,155—B Adams \$4,130, M Archambault \$3,168, R F Baker \$3,563, S Barkham \$5,280, A Brown \$3,438, J Fortier \$5,250, M Fortier \$5,250, D Francis \$6,230, J H Hanna \$4,450, M Peck \$2,016, Y Theriault \$4,380; instructors \$8,000—E Olsen \$8,000.		
Acquisition of equipment—		
Included: construction equipment \$28,621, farm equipment \$9,187, fire fighting equipment \$12,421, recreational equipment \$1,215, scientific equipment \$10,913, transportation equipment \$42,827.		
Trunk highways and bridges.....	4,023,623	3,982,843
Main projects—		
Reconstruction of Banff-Jasper highway		
*Contract (1964-65) New West Construction Company Limited for grading, base course and Miette river bridge, mile 140 to mile 143.7, \$422,821, expenditures \$269,876, to date \$335,733 including holdbacks \$16,787.		
Reconstruction of Banff-Windermere highway		
*Contracts: (a) (1964-65) Peter Kiewit Sons Company of Canada Ltd for paving mile 51.5 to mile 63.4, \$464,011, expenditures \$381,068, to date \$410,801 including holdbacks \$5,000 (amends reporting in Public Accounts, 1964-65); (b) (1963-64) Poole Engineering (1958) Ltd for highway and tunnel construction of mile 62.4 to mile 63.4 \$910,827, expenditures \$64,252, to date \$910,827 (final).		
*Included: consultant fees \$9,965—Dolmage Mason & Stewart Ltd Vancouver \$9,965.		

	Allotments	Expenditures
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Reconstruction of Jasper-Edmonton highway.

*Contracts: (a) (1961-62) W C Arnett and Company Limited for construction of Fiddle River Bridge and approaches \$234,271, expenditures \$27,168, to date \$234,271 (final); (b) New West Construction Company Limited for grading and base course mile 11.1 to mile 19.9, asphalt concrete paving mile 0 to mile 19.9 \$1,473,328, expenditures \$828,881, to date \$1,359,436 including holdbacks \$7,972.

Reconstruction of Jasper-Yellowhead highway

*Contracts: (a) Burns & Dutton Construction (1962) Ltd for construction of Meadow Creek Bridge and creek bed channelling, mile 7.58, \$163,680, expenditures \$134,912; (b) Mannix Co Ltd for sub-base and base course, mile 1.3 to 16.2, grading, drainage, seeding mile 7.7 to 16.2, construct Clairaux Creek Bridge mile 10.5, \$3,486,404, expenditures \$332,279 including holdbacks \$16,614; (c) Standard-General Construction (International) Ltd for grading, base course, Miette river bridge, approximately 9.8 miles \$2,049,455, expenditures \$599,842.

Reconstruction of Chief Mountain highway

*Contract (1963-64): T A Klemke & Son Construction Limited for grading, base course and double seal coat, mile 0 to mile 7.84, \$787,730, expenditures \$92,923, to date \$787,730 (final).

	\$14,573,001	\$14,532,219
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Expenditures by provinces and territories were as follows:

Head Office	975,851
Newfoundland	735,191
Nova Scotia	2,726,596
Prince Edward Island	480,355
New Brunswick	496,512
Quebec	187,373
Ontario	503,039
Manitoba	358,341
Saskatchewan	236,167
Alberta	5,901,738
British Columbia	1,929,027
Yukon Territory	2,029
	\$14,532,219

A comparative statement of revenues and expenditures by parks and services follows:

National Parks and Historic Sites and Monuments

	Revenues		Expenditures	
	1965-66	1964-65	1965-66	1964-65
Head Office	43,385	2,346	934,379	962,564
Education and interpretation section			43,050	60,463
Historic sites	9,685	10,664	2,212,381	1,568,526
Engineering Division Headquarters		8,531	363,480	309,623
Headquarters—Atlantic region	764		307,913	145,411
Headquarters—Central region	426	388	102,386	57,693
Headquarters—Western region	1,186	668	468,579	246,636
National Parks trunk highways			3,982,843	3,068,366
Banff Park Alta	1,093,274	996,994	3,229,941	3,089,752
Cape Breton Highlands Park N S	49,348	46,949	965,992	827,274
Elk Island Park Alta	67,824	73,535	585,206	691,379
Fortress of Louisburg restoration section	21,421	18,770	1,729,093	1,666,855
Fundy Park N B	85,448	81,588	762,572	673,249
Georgian Bay Islands Park Ont	3,247	3,090	110,905	80,440
Jasper Park Alta	351,526	314,055	1,825,286	1,911,228
Kejimikujik Park N S	1,011		362,549	
Kootenay Park B C	225,042	200,394	747,362	831,399
Mount Revelstoke and Glacier Parks B C	279,209	267,617	1,514,445	1,286,912
Point Pelee Park Ont	54,090	51,085	437,510	170,485
Prince Albert Park Sask	158,949	155,501	849,146	928,908

	Revenues		Expenditures	
	1965-66	1964-65	1965-66	1964-65
Prince Edward Island Park.....	74,628	68,429	752,420	748,086
Riding Mountain Park Man.....	219,594	220,012	924,131	958,448
St Lawrence Islands Park Ont.....	2,273	3,727	125,555	135,171
Terra Nova Park Nfld.....	22,998	19,993	995,146	1,032,429
Waterton Lakes Park Alta.....	134,794	122,129	808,042	850,877
Wood Buffalo Park Alta.....	4,194		553,460	
Yoho Park B.C.....	63,031	66,172	669,519	842,960
	<u>\$ 2,967,347</u>	<u>\$ 2,732,637</u>	<u>\$26,363,291</u>	<u>\$23,145,134</u>

Expenditures in 1965-66 were charged as follows:

National Parks and Historic Sites and Monuments sub-votes—

Administration, operation and maintenance..

11,831,072

Construction or acquisition of buildings, works, land and equipment.....

14,532,219

\$26,363,291

Canadian Wildlife Service—Wildlife resources conservation and development

		Estimates	Allotments	Expenditures
A	Construction or acquisition of buildings and works....	(13) 254,000	354,000	330,379
B	Acquisition of equipment.....	(16) 75,000	75,000	62,244
		<u>\$ 329,000</u>	<u>\$ 429,000</u>	<u>\$ 392,623</u>

A *Contract: Boychuck Construction (Saskatchewan) Ltd for construction of a Canadian Wildlife Service laboratory building on University of Saskatchewan Campus, Saskatoon, Sask \$299,288, expenditures \$272,268 including holdbacks \$14,433.

*Included consultant fees \$16,780—Izumi, Arnott and Sugiyama, Regina \$16,780.

B *Included transportation equipment \$10,039.

The following distribution of expenditures was maintained under authority of Treasury Board.

	Allotments	Expenditures
Headquarters.....	259,330	231,588
Western region.....	156,160	147,525
Eastern region.....	13,510	13,510
	<u>\$ 429,000</u>	<u>\$ 392,623</u>
Total Vote 20	<u>\$15,002,001</u>	<u>\$14,924,842</u>

*Awarded through the Department of Public Works.

INDIAN AFFAIRS

Vote 15 Administration, operation and maintenance including expenditures on works on other than federal property, grants, contributions and special payments including those specified in the sub-vote titles in the estimates, recoverable expenditures under agreements entered into with the approval of the Governor in Council with the governments of the provinces and territories and with local school boards in respect of social assistance to persons residing on Indian reserves other than Indians and the education in Indian schools of children other than Indian children, authority to make grants and contributions pursuant to agreements entered into with the governments of the provinces or the territories or other groups or authorities approved of by the Governor in Council for the provision of welfare and other services to Indians and to authorize the Minister of Citizenship and Immigration to provide, in respect of Indian commercial activities, for the instruction and supervision of Indians, the furnishing of materials, the purchase of finished goods and, notwithstanding any other Act, the sale of such finished goods.....

60,261,600

Vote 15b.....	220,000
Vote 15d.....	3,358,500
Vote 15e To extend the purposes of Citizenship and Immigration Vote 15 of the main estimates for 1965-66 to authorize special payments in respect of social assistance to persons other than Indians residing on Indian Reserves and to authorize special payments in respect of the education in Indian schools of children other than Indian children and to provide a further amount of.....	1,000,000
Transfer from Department of Finance Vote 15 contingencies.....	547,231
	<u>65,387,330</u>
Expenditures.....	<u>\$65,151,252</u>

Total revenue arising from the above expenditures amounted to \$1,166,360.

Expenditures included ex-gratia payments of \$100 or over as follows:

Particulars and payee	Authority	Amount
Reimbursement for loss of personal effects when involved in an accident with departmental vehicle No. 807 on December 14, 1964, while on Government business.		
G A Jones.....	PC 1964-37/614 April 30, 1964	143
To compensate in part for medical expenses incurred, resulting from a rock throwing incident at the La Tuque Residential School in which a child sustained a fractured skull requiring extensive surgery, at a cost of \$600.		
F Bordeleau.....	PC 1965-13/1970 November 3, 1966	300
		<u>\$ 443</u>

Administration

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 1,066,500		
Transfer from Department of Finance Vote 15 contingencies.....	47,400		
	(1) 1,113,900	1,069,671	1,067,565
A Allowances.....	(2) 1,800	1,928	1,927
Professional and special services.....	(4) 143,000	166,274	166,273
Travelling expenses.....	(5) 105,000	139,621	139,621
Postage.....	(7) 3,400	3,406	3,405
Telephones and telegrams.....	(8) 8,000	15,451	15,450
Publication of departmental reports and other material.....	(9) 11,800	27,753	27,752
Exhibits, advertising, films, broadcasting and displays....	(10) 50,400	33,800	33,710
Office stationery, supplies and equipment.....	(11) 35,200	70,640	70,640
Materials and supplies.....	(12) 12,000	15,029	15,029
Repairs and upkeep of equipment.....	(17) 200	226	225
Treaty obligations.....	(22) 46,500	49,990	49,989
Sundries.....	(22) 1,900	1,000	914
	<u>\$ 1,531,300</u>	<u>\$ 1,594,789</u>	<u>\$ 1,592,500</u>

A Payments by services with individual payments of \$2,000 or over were:

Court Costs and other legal fees—\$13,227.

Legal fees \$58,534—T R Berger Vancouver \$9,012, A Brown London Ont \$2,120, H G Castillou Vancouver \$4,388, R T Cullinane Prince George B C \$2,149, F W Donald Kitimat B C \$2,928, H B Heath Nanaimo B C \$2,008, R Kohaly Estevan Sask \$3,776, W Paulson Wynward Sask, \$5,634, H J Pollock Portage la Prairie Man \$4,346, A J Scow Vancouver \$3,230.

Research Projects \$94,512—University of British Columbia Vancouver \$94,512.

The following distribution of expenditures was maintained under authority of Treasury Board.

	Estimates	Allotments	Expenditures
Headquarters region.....	1,492,254	1,540,754	1,538,851
Maritimes region.....	1,800	4,200	4,093
Quebec region.....	3,500	4,200	4,133
Manitoba region.....	3,500	11,950	11,901
Saskatchewan region.....	7,746	7,746	7,630
Alberta region.....	3,500	5,439	5,392
British Columbia and Yukon region.....	19,000	20,500	20,500
	<u>\$ 1,531,300</u>	<u>\$ 1,594,789</u>	<u>\$ 1,592,500</u>

*Indian Agencies—Operation and maintenance
including expenditures on works on other than federal property*

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 3,275,250			
Transfer from Department of Finance Vote 15 contingencies.....	89,600			
		(1) 3,364,850	3,425,108	3,414,825
Allowances.....		(2) 94,350	94,350	87,428
Travelling and removal expenses.....		(5) 370,000	405,230	405,220
Freight, express and cartage.....		(6) 16,000	23,250	23,249
Postage.....		(7) 40,000	40,483	40,483
Telephones and telegrams.....		(8) 125,000	184,597	184,596
Office stationery, supplies and equipment.....		(11) 61,700	137,069	137,068
A Materials and supplies.....		(12) 183,000	225,677	225,657
B Repairs and upkeep of buildings and works.....		(14) 809,000	732,000	731,303
Rental of buildings.....		(15) 4,000	4,770	4,769
C Repairs and upkeep of equipment.....		(17) 140,000	163,723	163,722
Municipal and public utility services, including school fees.....		(19) 105,000	123,943	123,942
Sundries.....		(22) 4,000	4,000	1,787
		\$ 5,316,900	\$ 5,564,200	\$ 5,544,049

This sub-vote was provided for the cost of administration of regional offices and Indian agencies throughout Canada.

Revenue arising from the above expenditures amounted to \$256,315 and consisted of *Return on investments* \$8,604; *Privileges, licences and permits* \$107,166—accommodation and meals \$106,244, sundries \$922; *Services and service fees* \$9,253—water, electricity and sewer \$6,801, sundries \$2,452; *Miscellaneous* \$131,292—road subsidies \$127,550, sundries \$3,742.

A Included: fuel for heating \$94,301, gas and oil \$115,005, janitor supplies \$2,449, photographic equipment \$1,327.

B Included: repairs and upkeep of buildings \$137,372, roads \$474,575, wells, etc. \$119,356.

C Included: repairs and upkeep of: boats \$27,239, camp equipment \$321, fire equipment \$4,249, light, heat and power equipment \$10,239, road building equipment \$16,424, transportation equipment \$99,678.

The following distribution of expenditures was maintained under authority of Treasury Board.

	Estimates	Allotments	Expenditures
Headquarters region.....	3,727,315	3,824,326	3,813,238
Maritimes region.....	77,145	82,934	81,089
Quebec region.....	191,115	217,615	217,614
Southern Ontario region.....	192,400	192,400	191,459
Northern Ontario region.....	189,450	185,450	184,053
Manitoba region.....	211,605	258,605	254,402
Saskatchewan region.....	194,000	212,000	211,996
Alberta region.....	228,200	219,200	219,199
District of Mackenzie region.....	57,520	64,520	63,898
British Columbia and Yukon region.....	248,150	307,150	307,101
	\$ 5,316,900	\$ 5,564,200	\$ 5,544,049

Social Programs—Operation and maintenance including a grant of \$1,200 to the trustees of the Skookum Jim Memorial Hall in Whitehorse, other grants and contributions and authority to make grants and contributions pursuant to agreements entered into with the governments of the provinces or the territories or other groups or authorities approved by the Governor in Council, for the provision of welfare and other services to Indians, and recoverable expenditures under agreements entered into with the approval of the Governor in Council with the governments of the provinces and the territories in respect of social assistance to persons other than Indians residing on Indian reserves

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 539,300		
Transfer from Department of Finance Vote 15 contingencies.....	34,200		
	(1) 573,500	448,500	446,007

		Estimates	Allotments	Expenditures
	Allowances	(2) 5,600	2,600	2,404
A	Professional and special services	(4) 148,000	194,335	194,335
	Payments for care of indigent Indians including main- tenance of juvenile delinquents	(4) 2,500,000	2,798,288	2,798,287
	Travelling and removal expenses	(5) 83,000	149,655	148,985
	Freight, express and cartage	(6) 6,000	2,000	1,068
	Telephones and telegrams	(8) 2,000	6,400	6,398
B	Food, fuel, clothing and other supplies for Indians	(12) 5,930,000	5,630,000	5,626,055
	Other materials and supplies	(12) 1,400	1,000	999
C	Repairs and upkeep of buildings and works for Indians .	(15) 350,000	537,050	536,993
	Rental of buildings and lands	(15) 6,000	7,400	7,397
D	Repairs and upkeep of equipment	(17) 6,000	2,880	2,550
	Cash payments to Indians	(20) 10,200,000	9,230,000	9,222,452
	Grant to the trustees of the Skookum Jim Memorial Hall in Whitehorse	(20) 1,200	1,200	886
	Grants and contributions pursuant to agreements entered into with the governments of the provinces or terri- tories, or other groups or authorities approved of by the Governor in Council, for the provision of welfare and other services to Indians	(20) 775,000	324,000	323,425
	Grants to individuals or organizations for the develop- ment or advancement of Indian culture	(20) 20,000	20,000	17,195
	Band council grants	(20) 165,000	65,000	63,992
	Regional development including reserve improvement grants to councils	(20) 125,000	10,000	7,073
	Travel of destitute Indians	(22) 14,000	20,300	20,256
	Indian conferences, leadership training courses and seminars	(22) 65,000	65,000	41,988
E	Rehabilitation of physically and socially handicapped Indians	(22) 73,000	126,000	125,656
	Burial of destitute Indians	(22) 89,000	92,300	92,248
	Training of community development officers	(22) 65,000	65,000	32,451
	Staff development	(22) 25,000	14,662	1,382
	Indian consultation	(22) 50,000	61,130	61,130
	Sundries	(22) 5,400	12,100	12,056
		<u>\$21,284,100</u>	<u>\$19,886,800</u>	<u>\$19,793,618</u>

This sub-vote was provided for the administration of the Indian Affairs Branch social program which included welfare assistance and services on behalf of Indians.

Revenue arising from the above expenditures amounted to \$2,276, and consisted of *Privileges, licences and permits*—\$14; *Proceeds from sales*—\$324; *Miscellaneous*—\$1,938.

A Payments by services with individual payments of \$2,000 or over were:

Research projects \$77,704—Province of British Columbia \$6,767, Province of Saskatchewan \$6,000, St. Francis Xavier University Antigonish N S \$59,937, Stevenson and Kellogg Ltd Toronto, \$5,000.

Training projects \$50,337—F Toombs Toronto \$20,000, British Columbia University Vancouver \$30,337.

Miscellaneous projects \$66,294—A D Jacob Ottawa \$2,229, A S Janvier Ottawa \$6,384, B Lapierre Ottawa \$3,495, R Marjoribanks Ottawa \$3,662, J Powadiuk Ottawa \$7,971, D F Symington Ottawa \$2,500, V F Valentine Ottawa \$3,753.

B Included: clothing general \$561,586, clothing for children attending non-Indian schools but not boarding away from reserves \$82,032, assistance granted to Indians by municipal or provincial agencies on a charge back basis \$304,373, assistance to non-Indians on reserves in British Columbia \$3,878, fuel \$242,053, household supplies \$33,836, provisions \$952,163, tents and tent duck \$16,252, welfare assistance by store orders in accordance with provincial rates and regulations \$3,347,373.

C Consisted of repairs to buildings \$536,918, maintenance of cemeteries \$75.

D Included maintenance costs of transportation equipment \$2,438.

E These funds were provided to alleviate the problems of the physically disabled and those who through no fault of their own, were unable to provide the necessities of life for themselves and their dependents.

The following distribution of expenditures was maintained under authority of Treasury Board.

	Estimates	Allotments	Expenditures
Headquarters region.....	3,915,207	1,532,007	1,474,298
Maritimes region.....	886,950	994,950	991,958
Quebec region.....	1,614,500	1,613,500	1,608,222
Southern Ontario region.....	852,400	647,400	645,970
Northern Ontario region.....	1,582,253	1,537,253	1,537,000
Manitoba region.....	2,197,350	2,928,650	2,919,903
Saskatchewan region.....	4,624,390	4,370,590	4,370,470
Alberta region.....	1,155,750	1,547,150	1,539,138
District of Mackenzie region.....	438,050	438,050	429,682
British Columbia and Yukon region.....	4,017,250	4,277,250	4,276,977
	<u>\$21,284,100</u>	<u>\$19,886,800</u>	<u>\$19,793,618</u>

Economic Development—Operation and maintenance including \$36,200 for grants to fairs and other organizations to promote Indian agriculture, handicraft and economic enterprises generally, other grants and contributions and to authorize the Minister of Citizenship and Immigration to provide, in respect of Indian commercial activities, for the instruction and supervision of Indians, the furnishing of materials, the purchase of finished goods and, notwithstanding any other Act, the sale of such finished goods

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 795,500			
Transfer from Department of Finance Vote 15 contingencies.....	33,100			
		(1) 828,600	628,600	625,399
Allowances.....		(2) 4,500	5,600	5,544
A Professional and special services, including trapline registration fees.....		(4) 50,300	82,300	81,308
Travelling and removal expenses.....		(5) 149,800	144,800	142,763
Freight, express and cartage.....		(6) 15,000	10,000	9,321
Telephones and telegrams.....		(8) 5,400	5,400	4,874
Advertising, films and displays.....		(10) 4,000	4,000	2,619
Office stationery, supplies and equipment.....		(11) 5,000	2,000	1,463
B Materials and supplies for Indians.....		(12) 426,700	411,700	411,600
Other materials and supplies.....		(12) 8,800	8,800	6,516
Repairs and upkeep of buildings and works.....		(14) 60,800	36,800	32,913
Rental of buildings and land.....		(15) 500	500	286
Repairs and upkeep of equipment.....		(17) 50,000	40,000	39,783
Municipal or public utility services including school fees.....		(19) 5,000	11,200	11,122
C Contributions to the provinces under agreements.....		(20) 200,000	201,500	201,426
D Grants to fairs and other organizations to promote Indian agriculture, handicraft and economic enterprises generally.....		(20) 36,200	36,200	32,820
Payments to Indians to assist in relocation.....		(20) 75,000	23,000	17,148
Restocking of depleted areas on fur preserves and traplines.....		(22) 1,000		
Indian employment and placement program.....		(22) 200,000	235,800	235,783
Forestry operations.....		(22) 466,300	517,500	517,416
Handicraft development program.....		(22) 150,000	140,000	116,367
Sundries.....		(22) 24,000	24,000	7,819
Transfer from Department of Finance Vote 15 contingencies—To provide for supplementary winter works program.....		(22) 283,430	283,430	283,429
		3,050,330	2,853,130	2,787,719
Less—Anticipated lapses.....	(34) 29,500		29,500	
		<u>\$ 3,020,830</u>	<u>\$ 2,823,630</u>	<u>\$ 2,787,719</u>

This sub-vote was provided to assist in the stabilization of the Indian economy through the development of commercial enterprises, both on or off reserves, which will permit the attainment of a higher standard of living.

Revenue arising from the above expenditures amounted to \$355,019 and consisted of *Return on investments* \$38,933—interest on land and timber \$11,688, interest on revolving fund loans \$27,245; *Privileges, licences and permits* \$4,975; *Proceeds from sales* \$20,271—livestock \$10,277, lumber and fuel wood \$9,994; *Services and service fees* \$930; *Miscellaneous* \$289,910—seed debts \$11,899, fish nets \$95,240, fur trapping \$15,859, handicraft \$42,764, hospital clothing \$8,555, placement \$19,077, sundries \$96,516.

- A Payments by services with individual payments of \$2,000 or over were:
Forest surveys \$2,000—C D Schultz Vancouver \$2,000.
Legal fees \$4,540—C D Schultz Vancouver \$3,000.
Miscellaneous services \$74,768—Le Conseil de la Cooperation du Quebec \$4,855.
- B Expenditures consisted of camp equipment \$19,085, commercial projects \$75,929, forage \$9,710, fuel for heating \$1,844, gas and oil \$60,348, grubstake and provisions \$36,274, hunting and fishing \$117,166, seed and fertilizer \$49,737, sundries \$41,507.
- C Contributions to provinces under agreements \$201,426—Manitoba \$77,708, Ontario \$83,718, Saskatchewan \$40,000.
- D Authorized grants to promote Indian agriculture, handicraft and economic enterprises generally, in accordance with T.B. 581193, June 1, 1961, which authorized grants not exceeding \$1,000, payments were made as follows:

Ontario: Longlac Annual Sportsmen's Show Nakina \$200, Manitoulin Island Unceded Agricultural Society Manitowaning \$200, Mohawk Agricultural Society \$100, Mohawk Plowman's Association \$100, Ohsweken Agricultural Society Brantford \$200, Ohsweken Women's Institute \$96, Parry Sound fair \$50, 4 H Club Brantford \$50, Six Nations Plowmen's Association Brantford \$154.

Manitoba: Dauphin Agricultural Society \$100, Erickson Women's Institute Portage la Prairie \$25, Flin Flon Trout Festival \$250, Griswald Pow Wow Committee \$175, Northern Manitoba Trappers Festival The Pas \$500, The Provincial Exhibition of Manitoba \$350, Red River Exhibition Winnipeg \$300, Rosburn Agricultural Society Portage la Prairie \$25, Swan Lake Agricultural Society Portage la Prairie \$25.

Saskatchewan: Pion-Era Incorporated Saskatoon \$750, Touchwood Agricultural Society Punnichy \$50.

Alberta: Calgary Exhibition \$750, Edmonton Exhibition Association \$500.

British Columbia: Bulkley Valley Agricultural and Industrial Association \$150, Chilliwack Agricultural Association \$250, Cowichan Agricultural and Industrial Exhibition \$200, East Kootenay Agricultural and Industrial Exhibition \$175, Fort Fraser fall fair Vanderhoof \$50, Lakes District fall fair Association Burns Lake \$150, Lillooet and District fall fair Lytton \$50, North and South Saanick Agricultural Society \$100, North Thompson fall fair \$25, Pemberton and District fall fair \$100, Simon Fraser Days \$100.

Northwest Territories: Fort Simpson Community Club \$20.

In accordance with T.B. 646133, September 16, 1965, which authorized grants not to exceed \$25,000 per annum, to Team Products in the Province of Alberta and the District of Mackenzie, payments were made as follows: Province of Alberta, \$16,000, District of Mackenzie, \$6,000.

In accordance with T.B. 619717, February 6, 1964, which authorized contributions not to exceed \$2,500 annually, to the Fur Trade Association of Canada, payment was made as follows: Ontario, \$4,500 (for 2 years).

The following distribution of expenditures was maintained under authority of Treasury Board.

	Estimates	Allotments	Expenditures
Headquarters region.....	1,117,686	904,586	899,304
Maritimes region.....	213,736	222,736	220,198
Quebec region.....	125,526	121,526	120,347
Southern Ontario region.....	60,403	64,953	59,286
Northern Ontario region.....	362,035	330,635	328,358
Manitoba region.....	354,327	375,327	371,258
Saskatchewan region.....	200,680	186,680	186,677
Alberta region.....	154,500	127,550	118,747
District of Mackenzie region.....	117,895	117,895	111,992
British Columbia and Yukon region.....	314,042	371,742	371,552
	<u>\$ 3,020,830</u>	<u>\$ 2,823,630</u>	<u>\$ 2,787,719</u>

Community Employment Program—Operation and Maintenance

	Estimates	Allotments	Expenditures
Community employment projects..... (22)	\$ 760,500	\$ 723,458	\$ 702,384

The following distribution of expenditures was maintained under authority of Treasury Board.

	Estimates	Allotments	Expenditures
Headquarters region.....	41,600	25	23
Maritimes region.....	15,000	15,000	14,959
Quebec region.....	47,000	44,000	43,735
Southern Ontario region.....	44,000	74,000	69,443
Northern Ontario region.....	90,000	74,958	69,488
Manitoba region.....	105,000	115,575	115,557
Saskatchewan region.....	163,400	155,400	154,336
Alberta region.....	114,250	114,250	104,616
District of Mackenzie region.....	20,750	20,750	20,727
British Columbia and Yukon region.....	119,500	109,500	109,500
	<u>\$ 760,500</u>	<u>\$ 723,458</u>	<u>\$ 702,384</u>

Education—Administration, operation and maintenance including recoverable expenditures under agreements entered into with the approval of the Governor in Council with the governments of provinces and territories and with local school boards in respect of the education in Indian schools of children other than Indian children

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 9,363,500		
Transferred from Department of Finance			
Vote 15 contingencies.....	59,500		
	(1) 9,423,000	9,017,966	8,957,128
Allowances.....	(2) 290,400	358,400	358,025
A Payments for operation and maintenance of residential schools and hostels.....	(4) 8,449,900	8,364,900	8,364,565
Inspection of schools by provincial inspectors.....	(4) 18,000	12,000	11,899
Other professional and special services.....	(4) 27,000	66,000	65,924
Travelling and removal expenses.....	(5) 191,000	266,587	266,586
Freight, express and cartage.....	(6) 47,000	54,100	54,060
Telephones and telegrams.....	(8) 5,500	27,700	27,683
Advertising and films.....	(10) 14,000	23,200	23,110
Textbooks and school supplies.....	(12) 475,000	564,000	563,985
Industrial arts and home economics supplies.....	(12) 47,500	41,500	41,175
B Other materials and supplies.....	(12) 995,000	1,112,000	1,111,895
C Repairs and upkeep of buildings.....	(14) 1,803,400	1,788,400	1,788,053
Rental of buildings.....	(15) 42,000	46,600	46,553
Repairs and upkeep of equipment.....	(17) 30,000	32,700	32,678
Municipal or public utility services including school fees.....	(19) 157,000	189,600	189,595
Tuition and maintenance of Indians in non-federal schools.....	(22) 9,045,000	10,566,500	10,566,473
Travel of Indian pupils.....	(22) 2,300,000	2,150,000	2,149,366
Sundries.....	(22) 13,000	12,300	12,229
	<u>\$33,373,700</u>	<u>\$34,694,453</u>	<u>\$34,630,982</u>

Revenue arising from the above expenditures amounted to \$552,750 and consisted of *Return on investments*—\$1; *Privileges, licences and permits* \$386,352—accommodation and meals \$378,114, rentals \$8,238; *Proceeds from sales*—\$32; *Services and service fees* \$160,533—shared operating costs of schools and other projects \$156,950, sundries \$3,583; *Miscellaneous*—\$5,832.

A Payments were made to the following residential schools operated by the various church organizations indicated by initials: AC, Anglican Church of Canada; P, Presbyterian; RC, Roman Catholic; UC, United Church; and consisted of:

Nova Scotia: Shubenacadie RC \$98,037.

Quebec: Amos RC \$135,500, Fort George AC \$162,128, Fort George RC \$59,547, La Tuque AC \$202,563, Pointe Bleue RC \$152,590, Seven Islands RC \$140,227.

Ontario: Albany RC \$172,723, Cecilia Jeffrey P \$107,500, Fort Frances RC \$139,500, Horden Hall Hostel AC \$182,840, Kenora RC \$92,000, McIntosh RC \$90,500, Mohawk AC \$125,366, Shingwauk AC \$125,000, Sioux Lookout AC \$136,897.

Manitoba: Assiniboia RC \$116,000, Birtle P \$125,952, Brandon UC \$140,478, Cross Lake RC \$105,000, Fort Alexander RC \$83,500, Guy RC \$152,665, MacKay AC \$199,746, Norway House UC \$153,000, Notre Dame Hostel RC \$49,381, Pine Creek RC \$99,500, Portage la Prairie AC \$96,000, Sandy Bay RC \$123,318.

Saskatchewan: Beauval RC \$155,720, Cowesses RC \$97,000, Duck Lake RC \$151,882, Gordon's AC \$154,000, Muscowequan RC \$123,666, Onion Lake RC \$122,410, Prince Albert AC \$269,820, Qu'Appelle RC \$181,000, St. Phillip's RC \$113,320.

Alberta: Assumption RC \$113,000, Blood RC \$126,003, Blue Quills RC \$124,588, Crowfoot RC \$132,059, Desmarais RC \$72,500, Edmonton UC \$101,005, Ermineskin RC \$196,745, Fort Vermilion RC \$73,502, Holy Angels RC \$119,063, Jousard RC \$99,500, Morley UC \$56,850, Old Sun's AC \$96,992, St. Paul AC \$103,000, Wabasca AC \$64,000.

British Columbia: Alberni UC \$188,000, Alert Bay AC \$121,000, Cariboo RC \$184,000, Christie RC \$93,059, Kamloops RC \$232,500, Kootenay RC \$92,500, Kuper Island RC \$103,776, Lejac RC \$139,602, Lower Post RC \$151,499, Mission RC \$189,136, St. George AC \$107,500, Sechelt RC \$99,465.

Yukon Territory: Carcross AC \$155,257, Whitehorse Hostel RC \$78,371, Yukon Hostel (prot) \$13,817.

B Expenditures consisted of clothing \$11,644, food for hostels \$233,864, fuel \$740,769, gas and oil \$17,278, housekeeping supplies \$6,703, janitor supplies \$93,788, seeds and fertilizer \$12, miscellaneous \$7,837.

C This allotment covered the cost of maintenance and repairs of Indian day and residential schools and staff units, including grounds and roads.

Manitoba region—Renovations to Portage la Prairie residential school

Contract: H J Funk and Sons Ltd \$108,018, expenditures \$106,625 including holdbacks \$5,331.

The following distribution of expenditures was maintained under authority of Treasury Board.

	Estimates	Allotments	Expenditures
Administration.....	509,246	509,246	507,210
Operation and maintenance of Indian schools.....	11,568,197	11,457,197	11,436,326
Tuition fees and other instructional costs for Indian pupils attending non-federal schools.....	7,244,000	8,156,753	8,145,804
Transportation and maintenance of Indian pupils.....	13,626,057	14,316,057	14,287,544
Adult education.....	426,200	255,200	254,098
	<u>\$33,373,700</u>	<u>\$34,694,453</u>	<u>\$34,630,982</u>

Grant to provide additional services to Indians of British Columbia including authority to transfer these funds into the trust accounts of the Indian bands of British Columbia on a per-capita basis

	Estimates	Allotments	Expenditures
Grant..... (20)	\$ 100,000	\$ 100,000	\$ 100,000

This sub-vote was provided for additional services to the Indians of British Columbia pursuant to a recommendation by a special committee of the Senate and House of Commons during the 1926-27 session that \$100,000 be expended annually in lieu of annuities. Such services included: technical education; hospital and medical services; promotion of agriculture, stock-raising and fruit culture; aids to Indians in fishing, hunting and trapping; and the development of irrigation systems. In some instances funds were transferred into the trust accounts of the Indian bands on the recommendation of the department. Provision for medical care was made by the Department of National Health and Welfare and for technical education in Vote 20.

Total Vote 15.....	<u>\$65,387,330</u>	<u>\$65,387,330</u>	<u>\$65,151,252</u>
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Vote 20 Construction or acquisition of buildings, works, land and equipment including construction or acquisition of works for Indian bands, the operation and control of which may be transferred to the Indian bands at the discretion of the Minister, expenditures on works on other than federal property, assistance to Indians and Indian bands for the construction or acquisition of housing and other buildings and related works, land and equipment and recoverable expenditures under agreements entered into with the approval of the Governor in Council with the governments of the provinces and the territories and with local school boards in respect of the education in Indian schools of children other than Indian children

Vote 20d.....	14,300,000
Vote 20e.....	1,061,000
Transfer from Department of Finance Vote 15 contingencies.....	500,000
	294,270
	<u>16,155,270</u>
Expenditures.....	<u>\$15,967,909</u>

Administration

	Estimates	Allotments	Expenditures
Acquisition of equipment..... (16)	\$ 5,500	\$ 5,500	\$ 5,400

Indian Agencies—Construction or acquisition of buildings, works, land and equipment including construction or acquisition of works for Indian bands, the operation and control of which may be transferred to the Indian bands at the discretion of the Minister and expenditures on works on other than federal property

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings, works and land	1,993,700		
Headquarters—Ottawa.....		213,067	206,794
Aerial mapping.....		2,500	1,491
Maritime region—			
Projects under \$15,000.....		58,233	57,734
Quebec region.....		155,500	145,928
Ontario region.....		308,006	307,048
Manitoba region.....		189,900	184,037
Saskatchewan region.....		285,033	270,671
Alberta region.....		209,654	193,331
British Columbia and Yukon region.....		424,000	408,697
District of Mackenzie region.....		77,268	72,955
Total construction or acquisition of buildings, works and land.....	(13) 1,993,700	1,923,161	1,848,686
A Construction or acquisition of equipment.....	(16) 207,600	215,170	211,377
	\$ 2,201,300	\$ 2,138,331	\$ 2,060,063

A Included: purchase of boats \$35,315, camp equipment \$1,000, farm equipment \$2,593, fire fighting equipment \$4,130, household equipment \$9,866, light, heat, power and water equipment \$4,779, transportation equipment \$131,149.

Social Programs—Construction or acquisition of buildings, works, land and equipment including assistance to Indians and Indian bands for the construction or acquisition of housing and other buildings and related works, land and equipment

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings, works and land....	4,500,000		
Headquarters.....		196,000	194,464
Maritime region.....		257,000	256,282
Quebec region.....		392,000	390,801
Ontario region.....		461,000	459,200
Manitoba region.....		1,070,000	1,066,559
Saskatchewan region.....		895,000	894,998
Alberta region.....		580,000	578,669
British Columbia and Yukon region.....		920,000	919,799
District of Mackenzie region.....		235,000	229,329
Total construction or acquisition of buildings, works and land.....	(13) 4,500,000	5,006,000	4,990,101
Construction or acquisition of equipment.....	(16) 10,000	7,500	7,413
	\$ 4,510,000	\$ 5,013,500	\$ 4,997,514

Community employment program—Construction or acquisition of buildings, works, land and equipment

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings and works.....	(13) \$ 621,000	\$ 583,000	\$ 574,627

Economic Development—Construction or acquisition of buildings, works, land and equipment

		Estimates	Allotments	Expenditures
Construction or acquisition of buildings, works and land	\$ 443,100			
Transfer from Department of Finance Vote 15 contingencies—To provide for a supplementary winter works program	294,270	737,370		
Headquarters			202	202
Quebec region			27,455	27,400
Ontario region			78,165	77,828
Manitoba region			45,920	45,920
Saskatchewan region			42,550	42,379
Alberta region			34,460	33,479
British Columbia and Yukon region			121,550	116,251
District of Mackenzie region			13,000	10,201
Supplementary winter construction and repair program			294,270	294,269
Total construction or acquisition of buildings, works and land	(13)	737,370	657,572	647,929
A Construction or acquisition of equipment	(16)	580,100	609,154	606,031
		\$ 1,317,470	\$ 1,266,726	\$ 1,253,960

A Included: camp equipment \$3,202, farm equipment \$119,687, livestock \$226,525, small floating equipment \$41,287, transportation equipment \$49,829.

Education—Construction or acquisition of buildings, works, land and equipment including expenditures on works on other than federal property and recoverable expenditures under agreements entered into with the approval of the Governor in Council with the governments of provinces and territories and with local school boards in respect of the education in Indian schools of children other than Indian children

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings, works and land	6,800,000		
Headquarters—Inspection and survey of sites and other advance planning for new construction		13,000	12,447
Maritime region		251,318	251,317
Quebec region		429,445	425,424
Main projects			
Caughnawaga agency—			
Karonianona—Construction of two schools			
Contract: La Compagnie Rosaire Clair Ltée \$189,992, expenditure \$176,125 including holdbacks \$8,806.			
Seven Islands agency—			
Natashquan—School and staff unit			
*Contract (1962-63): Pierre Paul Gauthier \$105,548, expenditure \$2,614, to date \$105,548 (final) (amends reporting in public accounts 1964-65).			
Ontario region		1,701,213	1,699,283
Main projects			
James Bay agency—			
Fort George AC—Completion of hostel			
*Contract (1962-63): Ron Construction Ltd \$953,812, expenditure \$2,209, to date \$953,812 (final) (amends reporting in public accounts 1963-64).			
Rupert's House—School, staff unit and power plant			
*Contract (1964-65): Ron Engineering and Construction (Quebec) Ltd \$216,344, expenditure \$31,731, to date \$212,812 including holdbacks \$1,500.			

	Estimates	Allotments	Expenditures
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Ontario Region—*Concluded*

Kenora agency—

Cecilia Jeffrey—Renovations

Contract (1964-65): Clow Darling Plumbing and Heating Co Limited 129,590, expenditure \$8,361, to date \$129,590 (final).

Grassy Narrows—School and staff units

*Contract (1964-65): A.K. Penner and Sons Ltd \$109,531, expenditure \$7,498, to date \$109,531 (final).

Manitoulin Island agency—

Wikwemikong—School and staff unit

*Contract: Gorsline Construction Ltd \$436,998, expenditure \$363,448 including holdbacks \$13,972.

Nakina agency—

Webiqui—School, residence and power plant

Contract (1964-65): A.K. Penner and Sons Ltd \$113,915 expenditure \$7,650, to date \$113,915 including holdbacks \$920.

Saint Regis agency—

Cornwall Island West—School

*Contract: John Entwistle Construction Ltd \$124,924, expenditure \$99,946 including holdbacks \$4,865.

Sioux Lookout agency—

Bearskin—School and staff unit

*Contract (1963-64): T Zelmer Construction Company Ltd \$112,490, expenditure \$385, to date \$112,490 (final).

Kasabonika—School, residence, power plant, water and sewage facilities

Contract (1964-65): T Zelmer Construction Company Ltd \$124,935, expenditure \$43,734, to date \$124,935 (final).

McIntosh—Alterations and additions (Phase II)

Contract (1964-65): A K Penner and Sons Ltd \$114,541, expenditure \$57,499, to date \$114,541 (final).

Trout Lake—School, staff residence and power plant

*Contract: B F Klassen Construction Ltd \$435,260, expenditure \$113,732.

Six Nations agency—

Mowhawk residential school—Phase II, renovations

Contract: Cromar Construction Ltd \$229,588, expenditure \$229,588 including holdbacks \$11,479.

Manitoba region	1,133,080	1,090,065
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Main projects

Clandeboyne agency—

Assiniboia—Gymnasium and chapel

*Contract: Taubensee Construction Company Ltd \$176,688, expenditure \$176,161 including holdbacks \$4,370.

Fisher River agency—

Peguis—elementary school

*Contract: T Zelmer Construction Company Ltd \$310,449, expenditure \$161,280 including holdbacks \$5,951.

The Pas agency—

Easterville—School and staff unit

Contract (1964-65): A K Penner and Sons Ltd \$165,127, expenditure \$138,271, to date \$165,127 (final).

Portage la Prairie agency—

Brandon—Alterations and additions (Phase I)

Contract (1964-65): E C Higgins and Sons Contractors Ltd \$151,645, expenditure \$23,660, to date \$151,645 (final).

Brandon—Phase II, capital renovations

Contract: E C Higgins and Sons Contractors Ltd \$106,584, expenditures \$98,971 including holdbacks \$4,949.

	Estimates	Allotments	Expenditures
Saskatchewan region.....		807,027	807,025
Main projects			
Carleton agency—			
Prince Albert—Dormitories and garages, site development			
Contract (1964-65): Piggott Construction Ltd \$141,500, expenditure \$50, to date \$141,500 (final).			
Contract: Piggott Construction Ltd \$140,042, expenditure \$140,042 including holdbacks \$2,000.			
Duck Lake agency—			
Duck Lake—Renovations			
Contract: Piggott Construction Ltd \$164,055, expenditure \$159,905 including holdbacks \$7,995.			
Touchwood agency—			
Gordon's—Renovation of mechanical services			
Contract: (1964-65): Matheson Brothers Ltd \$186,536, expenditure \$19,272, to date \$186,536 (final).			
Alberta region.....		1,130,963	1,121,953
Main projects			
Blood agency—			
Blood—Phase II capital renovations			
Contract: Kenwood Engineering Construction Ltd \$231,519, expenditure \$229,158 including holdbacks \$11,548.			
Hobbema agency—			
Ermineskin—Gymnasium-auditorium			
*Contract: P W Graham and Sons Northern Ltd \$186,580, expenditure \$181,818 including holdbacks \$9,091.			
British Columbia and Yukon region.....		882,167	871,135
Main projects			
Yukon agency—			
Lower Post—Staff unit			
Contract (1964-65) (through the Department of Transport): 918 Construction Ltd \$224,233, expenditure \$7,762; \$2,562 was charged to this vote—see Royal Canadian Mounted Police Vote 5 and Department of Transport Vote 35, to date \$224,233 (final).			
Total construction or acquisition of buildings, works and land..... (13)	6,800,000	6,348,213	6,278,649
A Construction or acquisition of equipment..... (16)	700,000	800,000	797,696
	<u>\$ 7,500,000</u>	<u>\$ 7,148,213</u>	<u>\$ 7,076,345</u>
A Included: audio-visual aids \$18,813, educational equipment \$107,863, household equipment \$96,400, light, heat, power and water equipment \$34,095, recreational equipment \$67,268, transportation equipment \$139,981, vocational training equipment \$10,641.			
Total Vote 20.....	<u>\$16,155,270</u>	<u>\$16,155,270</u>	<u>\$15,967,909</u>

*Awarded through Department of Public Works.

Indian annuities and miscellaneous pensions

Indian annuities, Indian Act, c. 149, R.S., as amended

Payment.....	(22)	562,138
Per capita annuities were paid as follows: 188 chiefs at \$25,714 councillors (headmen) at \$15,6 Indians at \$12 (on admission to Treaty), 90,719 Indians at \$5,277 Indians at \$4. Upon being enfranchised, 249 Indians received \$100 each and 1 Indian woman received \$50 as commutation of annuity. Payments of annuity arrears amounted to \$8,059.		

To assist in the payment of Robinson Treaty annuities, a grant of \$22,000 was made to Indian band funds. The sum of \$36,944 representing Treaty 9 annuities, which was paid on behalf of the Province of Ontario from this appropriation, was subsequently repaid by the province and credited to the account in 1966-67.

Mrs. Doris Ryckman, Appropriation Act No. 6, c. 50, 1936

Pension	(21)	420
Total Statutory item		\$ 562,558

Refunds of amounts credited to revenue in previous years, Financial Administration Act, c.116, R.S., as amended	(22)	\$ 2,466
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The above represents amounts received and credited to revenue in previous years and consisted of reimbursement of rental overpayments \$1,800, refunds of moneys received and credited to revenue in error \$506 and return of rotating herd deposits \$160 received and credited to revenue prior to the establishment of the rotating herd account.

Write-off of assets, Financial Administration Act, c.116, R.S., as amended	(22)	\$ 43
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The above represents 2 items deleted under section 23 of the Act, which were credited to "Assistance to Indians"—see under schedule, Other Loans and Investments, in volume I of this report.

NORTHERN ADMINISTRATION

Vote 45 Administration, operation and maintenance including grants and contributions as detailed in the estimates, authority to make recoverable advances for services performed on behalf of the Governments of the Northwest Territories and the Yukon Territory, authority to sell electric power and fuel oil (and to provide services in respect thereof), in accordance with terms and conditions approved by the Governor in Council, to private consumers in remote locations where alternative local sources of supply are not available and to authorize the Minister of Northern Affairs and National Resources to provide, in respect of Eskimo commercial activities, for the instruction and supervision of Eskimos, the furnishings of materials, the purchase of finished goods and, notwithstanding any other Act, the sale of such finished goods	27,008,700
Vote 45b	1
Vote 45d	425,000
Vote 45e	1
Transfer from Department of Finance Vote 15 contingencies	70,800
	27,504,502
Expenditures	\$25,869,845

Total revenue arising from the above expenditures amounted to \$10,072,119.

Expenditures included ex-gratia payments of \$100 or over as follows:

Particulars and payee	Authority	Amount
Reimbursement for loss of personal effects in bombardier fire.		
Fred J Jerome	P.C. 1964-37/614 April 30, 1964	120
Reimbursement for personal effects lost in sinking of M B <i>Ingonnu</i> .		
W G McNeil	P.C. 1964-37/614 April 30, 1964	174
Reimbursement for personal effects lost in a forest fire.		
F Paulette	P.C. 1964-37/614 April 30, 1964	101
		\$ 395

Branch administration including authority to make recoverable advances for services performed on behalf of the Governments of the Northwest Territories and the Yukon Territory

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 1,151,000			
Transfer from Department of Finance Vote 15 contingencies.....	16,200			
		(1) 1,167,200	1,185,200	1,179,109
Overtime.....		(1) 3,000	3,000	2,978
A Professional and special services.....		(4) 74,300	74,300	58,116
Travelling and removal expenses.....		(5) 93,800	118,800	114,797
Freight, express and cartage.....		(6) 900	1,900	1,344
Postage.....		(7) 4,400	4,400	2,418
Telephones and telegrams.....		(8) 15,000	30,000	28,365
Departmental publications.....		(9) 13,600	13,600	12,029
Films, displays and publicity.....		(10) 28,700	28,700	28,478
Office stationery, supplies and equipment.....		(11) 33,400	68,400	67,710
Materials and supplies.....		(12) 15,100	16,100	15,426
Acquisition of equipment.....		(16) 9,500	9,500	8,606
Repairs and upkeep of equipment.....		(17) 1,400	1,400	374
Memberships.....		(20) 400	400	355
Sundries, including transportation expenses of other than government employees.....		(22) 23,100	23,100	17,521
		1,483,800	1,578,800	1,537,626
Less—Amounts recoverable from the Governments of the Yukon and Northwest Territories.....		(34) 34,000	34,000	23,425
		\$ 1,449,800	\$ 1,544,800	\$ 1,514,201

This sub-vote was provided for the operation and maintenance of various divisions of the Branch Headquarters. These consist of the Director's office, Administration Division, the Resources Division, the Territorial Division and the Engineering Division. These divisions administer the affairs of the Governments of the Northwest Territories and the Yukon Territory as well as those of the Federal Government related to the north.

Revenue arising from the above expenditures amounted to \$292 and consisted of *Privileges, licences and permits*—\$2; *Proceeds from sales*—\$242; *Miscellaneous*—\$48.

A Payments by services with individual payments of \$2,000 or over were:

Analysts fees \$6,140—Demers, Homa, Baby Montreal \$6,140.

Drafting services \$9,572—A W Loates & Associates Ottawa \$9,572.

Engineering assistance services \$27,103—Angus, Butler Engineering Ltd Edmonton \$3,900, Bissell & Holman Red Deer Alta \$4,650, Hilliker & Bishop Ltd Edmonton \$2,106, J L Richards & Associates Ottawa \$5,988.

Miscellaneous services \$15,301.

The following distribution of expenditures was maintained under authority of Treasury Board.

	Allotments	Expenditures
Salaries and wages.....	1,185,200	1,179,109
Overtime.....	3,000	2,977
Other expenses.....	390,600	355,540
	1,578,800	1,537,626
Less—Amounts recoverable from the Governments of the Yukon and Northwest Territories		
Northwest Territories.....	17,000	13,217
Yukon Territory.....	17,000	10,208
	34,000	23,425
	\$ 1,544,800	\$ 1,514,201

Education Division—Administration, operation and maintenance including authority to make recoverable advances in amounts not exceeding in the aggregate the amount of the share of the Government of the Northwest Territories of expenditures on education and vocational training

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 3,254,400		
Transfer from Department of Finance Vote 15 contingencies.....	9,300		
	(1) 3,263,700	3,330,700	3,282,865

		Estimates	Allotments	Expenditures
	(2)	504,600	527,600	527,469
Tuition, maintenance and training grants, and other payments including transportation of trainees.....	(4)	1,434,900	1,278,900	1,278,539
A Other professional and special services.....	(4)	581,200	348,200	347,718
Travelling and removal expenses.....	(5)	366,000	425,000	424,892
Freight, express and cartage.....	(6)	602,000	572,000	571,380
Postage.....	(7)	3,000	3,000	1,927
Telephones, telegrams and other communication services	(8)	26,500	36,000	35,670
Departmental and educational publications.....	(9)	9,500	10,500	10,479
Audio-visual aids and publicity.....	(10)	55,300	60,300	59,929
Office stationery, supplies and equipment.....	(11)	31,100	31,100	27,972
Fuel for heating departmental buildings.....	(12)	448,500	320,500	320,004
Other materials and supplies.....	(12)	818,800	940,800	940,700
Repairs and upkeep of buildings and works.....	(14)	424,300	485,300	484,826
Rental of land and buildings.....	(15)	6,100	9,600	9,526
Repairs and upkeep of equipment.....	(17)	59,500	30,500	27,490
Rental of equipment.....	(18)	10,100	45,600	45,201
Municipal or public utility services.....	(19)	930,000	930,000	815,461
Memberships.....	(20)	200	200	141
Unemployment insurance contributions.....	(21)	2,300	2,800	2,741
Sundries, including transportation expenses of other than government employees.....	(22)	198,500	207,500	207,114
		9,776,100	9,596,100	9,422,041
Less—Amounts recoverable from the Government of the Northwest Territories.....	(34)	1,440,000	1,440,000	1,440,000
		\$ 8,336,100	\$ 8,156,100	\$ 7,982,041

This sub-vote was provided for the operating expenses of education and vocational training in the Northwest Territories, Northern Quebec and Churchill, Manitoba and administration expenses at Headquarters and at district offices at Fort Smith and Ottawa.

Revenue arising from the above expenditures amounted to \$294,967 and consisted of *Privileges, licences and permits* \$106,791—living accommodation and services \$106,711, sundries \$80; *Proceeds from sales* \$57,463—*rations* \$53,086, sundries \$4,377; *Services and service fees*—\$3,569; *Miscellaneous*—\$127,144.

A Payments by services with individual payments of \$2,000 or over were:

Educational specialists \$79,414—R Myers Ottawa \$2,921.

Instructors services \$129,325—G E Collins Victoria \$2,275, B A Coomber Holman Island N W T \$3,550, M McGee Inuvik N W T \$2,430.

Substitute teacher fees \$3,545.

Supervisory services \$9,182—M Boxer Yellowknife N W T \$4,749, R E Oakley Chilliwack B C \$2,390.

Miscellaneous services \$126,249.

The following distribution of expenditures was maintained under authority of Treasury Board.

	Allotments	Expenditures
Headquarters		
Salaries and wages.....	296,500	270,816
Other expenses.....	118,150	104,726
	<i>414,650</i>	<i>375,542</i>
Arctic District		
Salaries and wages.....	1,061,200	1,058,676
Other expenses.....	2,249,590	2,140,672
	<i>3,310,790</i>	<i>3,199,348</i>
Mackenzie District		
Salaries and wages.....	1,973,000	1,953,373
Other expenses.....	3,897,660	3,893,778
	<i>5,870,660</i>	<i>5,847,151</i>
	9,596,100	9,422,041
Less—Amount recoverable from the Government of the Northwest Territories . . .	1,440,000	1,440,000
	<u>\$ 8,156,100</u>	<u>\$ 7,982,041</u>

Welfare and Industrial Divisions—Administration, operation and maintenance including grants as detailed in the estimates and to authorize the Minister of Northern Affairs and National Resources to provide in respect of Eskimo commercial activities, for the instruction and supervision of Eskimos, the furnishing of materials, the purchase of finished goods and notwithstanding any other Act, the sale of such finished goods

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 851,600			
Transfer from Department of Finance Vote 15 contingencies.....	16,200			
		(1) 867,800	902,800	865,279
Isolation and other allowances.....		(2) 110,000	110,000	98,086
Tuition, maintenance and training grants and other payments including transportation of trainees.....		(4) 572,800	352,800	343,384
A Other professional and special services.....		(4) 415,300	275,300	265,301
Travelling and removal expenses.....		(5) 154,000	179,490	178,968
Freight, express and cartage.....		(6) 190,100	144,000	127,375
Postage.....		(7) 600	10,600	10,400
Telephones, telegrams and other communication services.....		(8) 8,600	24,600	24,410
Departmental publications.....		(9) 20,600	20,600	13,905
Films, displays and publicity.....		(10) 19,500	19,500	12,608
Office stationery, supplies and equipment.....		(11) 14,700	14,700	14,002
Fuel for heating departmental buildings.....		(12) 140,000	140,000	75,225
Purchase of materials and supplies for Eskimos.....		(12) 1,079,300	1,079,300	969,377
Other materials and supplies.....		(12) 202,800	202,800	127,388
Repairs and upkeep of buildings and works.....		(14) 62,800	62,800	62,426
Rental of land and buildings.....		(15) 1,000	1,600	1,552
Repairs and upkeep of equipment.....		(17) 93,300	93,300	54,927
Rental of equipment.....		(18) 37,500	37,500	25,624
Municipal or public utility services.....		(19) 96,500	96,500	89,263
Memberships.....		(20) 500	500	
Grants to Eskimos towards acquisition of boats for commercial fishing or resources harvesting.....		(20) 50,000	50,000	2,046
Grants of \$1,000 to Eskimos towards acquisition or construction of low-cost houses.....		(20) 150,000	150,000	
Unemployment insurance contributions.....		(21) 1,600	1,610	1,609
Sundries, including transportation expenses of other than government employees.....		(22) 234,000	234,000	192,324
		\$ 4,523,300	\$ 4,204,300	\$ 3,555,479

This sub-vote was provided for the administration, operation and maintenance expenses for the Welfare and Industrial Divisions at Headquarters and welfare and industrial operations in the Mackenzie and Arctic Districts. The function of the Welfare Division is to provide various services designed to resolve or alleviate a wide range of human problems in the Northwest Territories. This includes a child welfare service which, by providing shelter, clothing and food, has reduced the infant mortality rate. It also includes a program of rehabilitation designed to return chronic hospital cases to useful employment by means of various programs including pre-employment training and the learning of new skills. It also includes a relief program which serves to prevent starvation and physical debilitation. The function of the Industrial Division is to develop an economic climate for the material and sociological advancement of Eskimos. This is achieved by originating field projects such as fisheries, handicrafts, carvings, sawmills, etc., training Eskimos in the skills and management required and eventually developing co-operatives whereby the individuals concerned can achieve a fair standard of living on a basis of self-dependency. The total program also includes the design, testing and development of technological equipment for eventual use by the northern residents.

Revenue arising from the above expenditure amounted to \$497,670 and consisted of *Privileges, licences and permits* \$36,238—living accommodation and services \$34,888, sundries \$1,350; *Proceeds from sales* \$237,683—game and game products \$13,305, miscellaneous sales from projects operated in rehabilitation centres or elsewhere in the Northwest Territories—bakery \$5,503, fur garments \$47,869, handicrafts \$104,966, sale of fuel oil \$5,686, timber and cordwood \$14,091, sundries \$46,263; *Services and service fees* \$223,349—hostel receipts \$58,743, laundry and dry cleaning services receipts \$158,780, sundries \$5,826; *Miscellaneous*—\$400.

A Payments by services with individual payments of \$2,000 or over were:

Analysts fees \$13,413—W A Lewis Ottawa \$11,413, P G Usher Vancouver \$2,000.

Instructors services \$4,257.

Managerial services \$100,624—A Deming Inuvik N W T \$10,448, S B Johansson Inuvik N W T \$82,500, C B Johnston London Ont \$7,676.

Supervisory services \$5,250—W A McLeod Aklavik N W T \$5,250.

Transportation services \$4,263—Travellers' Aid Society of Montreal Montreal \$4,263.

Miscellaneous services \$137,494.

The following distribution of expenditures was maintained under authority of Treasury Board.

	Allotments	Expenditures
Headquarters		
Salaries and wages.....	360,300	357,666
Other expenses.....	361,946	239,779
	722,246	597,445
Arctic District		
Salaries and wages.....	292,100	257,381
Other expenses.....	1,602,414	1,474,121
	1,894,514	1,731,502
Mackenzie District		
Salaries and wages.....	250,400	250,232
Other expenses.....	1,137,140	974,254
	1,387,540	1,224,486
	4,004,300	3,553,433
Grants to Eskimos towards acquisition of boats for commercial fishing or resources harvesting.....	50,000	2,046
Grants of \$1,000 to Eskimos towards acquisition or construction of low-cost houses..	150,000	
	<u>\$ 4,204,300</u>	<u>\$ 3,555,479</u>

Yukon Territory—Operation and maintenance including grants and contributions as detailed in the estimates

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 372,000		
Transfer from Department of Finance Vote 15 contingencies.....	2,100		
	(1) 374,100	426,100	370,348
Overtime.....	(1) 2,000	5,000	4,686
Isolation and other allowances.....	(2) 70,000	70,000	66,530
A Professional and special services.....	(4) 44,600	44,600	43,935
Travelling and removal expenses.....	(5) 34,000	36,000	35,786
Freight, express and cartage.....	(6) 3,000	3,000	2,966
Postage.....	(7) 2,000	2,000	40
Telephones and telegrams.....	(8) 7,500	12,000	11,812
Publication of pamphlets and other material.....	(9) 1,800	1,800	938
Films, displays and publicity.....	(10) 2,200	2,200	1,003
Office stationery, supplies and equipment.....	(11) 6,700	6,700	5,123
Materials and supplies including fuel.....	(12) 60,000	79,000	78,618
Maintenance of roads and bridges.....	(14) 910,900	910,900	904,533
Repairs and upkeep of buildings and works.....	(14) 35,300	18,300	13,978
Repairs and upkeep of equipment.....	(17) 55,000	55,000	27,882
Rental of equipment.....	(18) 97,500	144,000	143,892
Municipal or public utility services.....	(19) 62,000	62,000	43,819
Grants of \$5,000 to the British Columbia and Yukon Chamber of Mines and \$2,500 to the Yukon Chamber of Mines to assist in the operation of prospectors' training courses and the maintenance of permanent public offices for the purpose of educating and assisting all persons interested in searching for mineral deposits.....	(20) 7,500	7,500	7,500
Grant to the Yukon Territorial Government for hospital care of Indians.....	(20) 150,000	75,000	61,481
Grant to the Yukon Territorial Government to cover the cost of moving squatters' houses in the Whitehorse area to new locations.....	(20) 100,000	100,000	1,625
Grant to the Yukon Territorial Government to enable that Government to make subsidies of up to \$1,000 on each low-cost house for which that Government issues a first mortgage loan.....	(20) 20,000	20,000	

		Estimates	Allotments	Expenditures
Grants to prospectors in accordance with regulations of the Governor in Council.....	(20)	30,000	30,000	
Contribution in an amount equal to 50 % of the expenditures by the Yukon Territorial Government for the development of campgrounds and picnic areas.....	(20)	15,000	15,000	14,041
Contribution of 50 % of the cost of establishing or improving airstrips for development purposes.....	(20)	100,000	33,000	
Grants to prospectors in accordance with the Prospectors' Assistance Program.....	(20)	30,000	30,000	19,682
Contribution to the Yukon Territorial Government towards the cost of construction of a school at Mayo Y T.....	(20)	26,100	26,100	26,058
Contribution to the Yukon Territorial Government towards the cost of industrial arts and home economics facilities at Dawson Y T.....	(20)	3,620	3,620	3,614
Contribution to the Yukon Territorial Government towards the cost of construction of a water and sewer system at Mayo and a sewer system at Watson Lake..	(20)	83,000	83,000	
Contribution to the Yukon Territorial Government towards the cost of construction of a school at Teslin Y T.....	(20)	7,718	7,718	7,718
Contribution to the Yukon Territorial Government towards the cost of construction of a school at Haines Junction Y T.....	(20)	47,529	47,529	47,529
Contribution to the Yukon Territorial Government towards the cost of construction of an addition to a school at Whitehorse Y T.....	(20)	7,752	7,752	7,752
Unemployment insurance contributions.....	(21)	900	900	687
Sundries.....	(22)	4,300	4,300	3,064
		2,402,019	2,370,019	1,956,640
Less—Funds available in the Main Estimates 1965-66..	(34)	205,719	205,719	
		\$ 2,196,300	\$ 2,164,300	\$ 1,956,640

This sub-vote was provided for salaries and expenses connected with the administration of the Yukon Territory, conservation of forest resources, mining and lands services in the Yukon and grants and contributions towards the cost of road maintenance and some capital projects.

Revenue arising from the above expenditures amounted to \$413,130 and consisted of *Privileges, licences and permits* \$391,091—bonuses, exploratory permits, fees, leases and royalties from oil and gas \$14,839, fees, leases and royalties from quartz and placer gold \$333,207, living accommodation and services \$13,686, rental of land \$10,549, timber permits and royalties \$6,607, sundries \$12,203; *Proceeds from sales* \$15,293—land \$12,314, sundries \$2,979; *Services and service fees*—\$255; *Miscellaneous* \$6,491—forfeiture of guarantee deposits \$6,485, sundries \$6.

A Payments by services with individual payments of \$2,000 or over were:

Administrative services \$3,333—Government of the Yukon Territory Whitehorse Y T \$3,333.

Engineering assistance services \$22,500—Government of the Yukon Territory Whitehorse Y T \$22,500.

Prospectors assistance services \$2,109—Whitehorse Assay Office Whitehorse Y T \$2,109.

Miscellaneous services \$15,993.

The following distribution of expenditures was maintained under authority of Treasury Board.

	Allotments	Expenditures
Salaries and wages.....	424,000	370,348
Transfer from Department of Finance Vote 15 contingencies.....	2,100	
	426,100	370,348
Overtime.....	5,000	4,686
Grants of \$5,000 to the British Columbia and Yukon Chamber of Mines and \$2,500 to the Yukon Chamber of Mines to assist in the operation of prospectors' training courses and the maintenance of permanent public offices for the purpose of educating and assisting all persons interested in searching for mineral deposits.....	7,500	7,500
Grant to Yukon Territorial Government for hospital care of Indians.....	75,000	61,481
Grant to the Yukon Territorial Government to cover the cost of moving squatters' houses in the Whitehorse area to new locations.....	100,000	1,625
Grant to the Yukon Territorial Government to enable that Government to make subsidies of up to \$1,000 on each low-cost house for which that Government issues a first mortgage loan.....	20,000	
Grants to prospectors in accordance with the prospectors' assistance program.....	30,000	19,682

	Allotments	Expenditures
Grants to prospectors in accordance with regulations of the Governor in Council . . .	30,000	
Contribution in an amount equal to 50% of the expenditures by the Yukon Territorial Government for the development of campgrounds and picnic areas	15,000	14,041
Contribution of 50% of the cost of establishing airstrips for development purposes . .	33,000	
Contribution to the Yukon Territorial Government towards the cost of construction of a school at Mayo Y T	26,100	26,058
Contribution to the Yukon Territorial Government towards the cost of industrial arts and home economics facilities at Dawson Y T	3,620	3,614
Contribution to the Yukon Territorial Government towards the cost of construction of a water and sewer system at Mayo and a sewer system at Watson Lake Y T . .	83,000	
Contribution to the Yukon Territorial Government towards the cost of construction of a school at Teslin Y T	7,718	7,718
Contribution to the Yukon Territorial Government towards the cost of construction of a school at Haines Junction Y T	47,529	47,529
Contribution to the Yukon Territorial Government towards the cost of construction of an addition to a school at Whitehorse Y T	7,752	7,752
Other expenses—		
Administration	121,270	116,507
Mining and lands	79,750	71,358
Forest conservation	305,480	276,945
Headquarters	946,200	919,796
	2,370,019	1,956,640
Less—Funds available in the main estimates 1965-66	205,719	
	<u>\$ 2,164,300</u>	<u>\$ 1,956,640</u>

Northwest Territories and other field services—Operation and maintenance including grants and contributions as detailed in the estimates and authority to make recoverable advances for services performed on behalf of the Government of the Northwest Territories and to sell electric power and fuel oil (and to provide services in respect thereof), in accordance with terms and conditions approved by the Governor in Council to private consumers in remote locations where alternative local sources of supply are not available

	Estimates	Allotments	Expenditures
Salaries and wages	\$ 3,417,800		
Transfer from Department of Finance Vote 15 contingencies	27,000		
	(1) 3,444,800	3,381,000	3,165,791
Isolation and other allowances	(2) 645,000	716,100	716,009
Professional and special services	(4) 51,300	36,300	36,231
Travelling and removal expenses	(5) 341,000	481,000	480,670
Freight, express and cartage	(6) 598,000	652,000	651,611
Postage	(7) 6,000	3,000	2,973
Telephones, telegrams and other communication services	(8) 66,000	95,000	94,572
Departmental publications	(9) 2,000	900	257
Films, displays and publicity	(10) 6,000	7,500	7,401
Office stationery, supplies and equipment	(11) 49,900	54,900	54,702
Fuel for heating departmental buildings	(12) 500,000	275,000	274,771
Other materials and supplies	(12) 693,900	806,900	806,561
Maintenance of highways and roads	(14) 480,300	439,300	439,127
Repairs and upkeep of buildings and works	(14) 882,400	914,400	914,307
Rental of land, buildings and works	(15) 15,400	1,400	602
Repairs and upkeep of equipment	(17) 637,500	498,500	497,599
Rental of equipment	(18) 306,200	247,800	172,965
Municipal or public utility services	(19) 845,500	1,353,700	1,353,679
Grant to the Alberta and Northwest Chamber of Mines and Resources to assist in the operation of prospectors' training courses and the maintenance of permanent offices for the purpose of educating and assisting all persons interested in searching for mineral deposits . .	(20) 5,000	5,000	5,000
Grant to the Northwest Territories Government for hospital care for Indians and Eskimos	(20) 588,800	588,800	588,800
Grant to the Northwest Territories Government towards cost of operating water supply, sewage services and utilidor systems for Eskimos and Indians	(20) 25,000	25,000	23,125

		Estimates	Allotments	Expenditures
Grant to the Northwest Territories Government to enable that Government to make subsidies of up to \$1,000 on each low-cost house for which that Government issues a first mortgage loan.....	(20)	50,000	50,000	3,000
Grants to prospectors in accordance with the Prospectors' Assistance Program.....	(20)	30,000	30,000	24,543
Grants to prospectors in accordance with regulations of the Governor in Council.....	(20)	30,000	30,000	
Contribution to the Government of Newfoundland respecting Eskimos.....	(20)	425,000	425,000	255,600
Contribution in an amount equal to 50% of the expenditures by the Government of the Northwest Territories for development of campgrounds and picnic areas....	(20)	15,000	15,000	13,298
Contribution of 50% of the cost of establishing or improving airstrips for development purposes.....	(20)	80,000	32,000	8,200
Contribution towards the construction of community halls.....	(20)	75,000	35,000	13,765
Contribution to the Northwest Territories Government towards the construction of a water line to the Yellowknife Jail.....	(20)	72,000	72,000	65,755
Contribution to the Northwest Territories Government towards the cost of firefighting facilities and equipment	(20)	30,000	30,000	
Unemployment insurance contributions.....	(21)	11,500	12,000	11,942
Sundries, including transportation expenses of other than government employees.....	(22)	131,800	131,800	65,068
Advisory commission on the development of Government in the Northwest Territories.....	(22)		130,000	121,460
		11,140,300	11,576,300	10,869,384
Less—Amounts recoverable from the Government of the Northwest Territories.....	(34)	39,300	39,300	7,900
Less—Funds available in the main estimates 1965-66..	(34)	101,998	101,998	
		\$10,999,002	\$11,435,002	\$10,861,484

This sub-vote was provided for the administration expenses of the District Administrators at Fort Smith and Ottawa, the maintenance of trunk roads, expenses connected with the conservation of the forest and wildlife resources in the Northwest Territories, mining and land services in the Northwest Territories and various grants and contributions under the Federal-Territorial Financial Agreement and other programs.

Revenue arising from the above expenditures amounted to \$8,866,060 and consisted of *Privileges, licences and permits* \$7,350,296—bonuses, exploratory permits, fees, leases and royalties from oil and gas \$6,448,885, fees, leases and royalties from quartz and placer gold \$486,053, living accommodation and services \$291,485, miners licences \$11,502, rental of land \$27,795, rental of machinery and equipment \$60,277, timber permits and royalties \$15,100, sundries \$9,199; *Proceeds from sales* \$1,259,956—game and game products \$12,760, land \$987,301, rations \$133,784, sale of fuel oil \$115,644, sundries \$10,467; *Services and service fees* \$174,025—electricity \$104,002, sundries \$70,023; *Miscellaneous* \$81,783—forfeiture of guarantee deposits \$66,952, sundries \$14,831.

A Payments by services with individual payments of \$2,000 or over were:

Analysts fees \$3,500—Hedlin-Menzies Winnipeg \$3,500.

Burial services \$3,907.

Consultant fees \$2,591—Strathmere Associates North Gower Ont \$2,591.

Secretarial services \$11,054—W O Kupsch Ottawa \$11,054.

Transcribing services \$2,626 L A Gillespie Ottawa \$2,626.

Miscellaneous services \$12,553.

The following distribution of expenditures was maintained under authority of Treasury Board.

	Allotments	Expenditures
Arctic District		
Salaries and wages.....	1,531,700	1,433,338
Transfer from Department of Finance Vote 15 contingencies.....	14,300	
Other expenses.....	3,696,450	3,667,463
	5,242,450	5,100,801
Mackenzie District		
Salaries and wages.....	1,822,300	1,732,453
Transfer from Department of Finance Vote 15 contingencies.....	12,700	
Other expenses.....	3,031,050	2,913,584
	4,866,050	4,646,037

	Allotments	Expenditures
Grant to the Alberta and Northwest Chamber of Mines and Resources to assist in the operation of prospectors' training courses and the maintenance of permanent offices for the purpose of educating and assisting all persons interested in searching for mineral deposits	5,000	5,000
Grant to the Northwest Territories Government for hospital care for Indians and Eskimos	588,800	588,800
Grant to the Northwest Territories Government towards the cost of operating water supply, sewage services and utilidor systems for Eskimos and Indians	25,000	23,125
Grant to the Northwest Territories Government to enable that Government to make subsidies of up to \$1,000 on each low-cost house for which that Government issues a first mortgage loan	50,000	3,000
Grants to prospectors in accordance with the prospectors' assistance program	30,000	24,543
Grants to prospectors in accordance with regulations of the Governor in Council	30,000	
Advisory commission on the development of government in the Northwest Territories	130,000	121,460
Contribution in an amount equal to 50% of the expenditures by the Government of the Northwest Territories for development of campgrounds and picnic areas	15,000	13,298
Contribution of 50% of the cost of establishing or improving airstrips for development purposes	32,000	8,200
Contribution towards the construction of community halls	35,000	13,765
Contribution to the Northwest Territories Government towards the cost of fire-fighting facilities and equipment	30,000	
Contribution to the Northwest Territories Government towards the construction of a waterline to the Yellowknife jail	72,000	65,755
Contribution to the Government of Newfoundland respecting Eskimos	425,000	255,600
	11,576,300	10,869,384
Less—Amounts recoverable from the Government of the Northwest Territories	39,300	7,900
Less—Funds available in the main estimates 1965-66	101,998	
	<u>\$11,435,002</u>	<u>\$10,861,484</u>
Total Vote 45	<u>\$27,504,502</u>	<u>\$25,869,845</u>

Vote 50 Construction or acquisition of buildings, works, land and equipment including authority to make recoverable advances in amounts not exceeding in the aggregate the amount of the share of the Government of the Northwest Territories of expenditures on education and vocational training, authority to make recoverable advances in respect of services provided and work performed on other than federal property when only the department is capable of performing such service or work, and authority for a program of construction or acquisition of housing for Eskimos and the sale of houses to Eskimos on such terms and conditions and at such prices as the Governor in Council may approve

14,155,800
\$12,492,955

Education Division—Construction or acquisition of buildings, works, land and equipment, including authority to make recoverable advances in amounts not exceeding in the aggregate the amount of the share of the Government of the Northwest Territories of expenditures on education and vocational training

		Estimates	Allotments	Expenditures
A	Construction or acquisition of buildings and works	(13) 4,409,300	3,282,675	2,492,618
B	Acquisition or construction of equipment	(16) 301,190	406,715	321,209
		4,710,490	3,689,390	2,813,827
Less—Amount recoverable from the Government of the Northwest Territories	(34)	1,104,590	1,104,590	570,386
		<u>\$ 3,605,900</u>	<u>\$ 2,584,800</u>	<u>\$ 2,243,441</u>

A Included: consultant fees \$112,754—Cohos-DeLessalle and Associates Calgary Alta \$16,015, David Martin McLeod and Associates Edmonton \$14,766, Herbert and Burrows Edmonton \$8,159, McMillan Long and Associates Calgary Alta \$64,814, Rensaa Minsos and Holland Edmonton \$9,000.

B Included: furniture \$306,718, radio equipment \$458, scientific equipment \$3,165, transportation equipment \$2,094, miscellaneous equipment \$7,203.

The following distribution of expenditures was maintained under authority of Treasury Board.

	Allotments	Expenditures
General buildings		
Arctic District	1,184,940	817,455
Pangnirtung—Completion of two classroom school addition with activity room		
Pond Inlet—		
Completion of four classroom school including activity room and office		
Completion of 3—twelve pupil hostels		
*Contract (for above three projects): Ron Engineering and Construction Ltd \$1,131,000, expenditures \$953,145 of which the following amounts were charged to various projects as follows: \$30,765 under housing at Pond Inlet below, \$243,599 under general buildings and \$70,136 under housing at Pangnirtung and Pond Inlet under Northwest Territories and other field services sub-vote, including holdbacks \$43,174.		
Resolute Bay—Erection of a new dwelling and school addition		
Contract (cost plus, awarded through the Department of Transport): Tower (1961) Ltd \$43,519, expenditures \$43,519 (final).		
Mackenzie District.....	1,630,000	1,301,938
Fort McPherson—		
Construction of a four-classroom school with gymnasium, economic room and industrial art shop		
*Contract: Byrnes & Hall Construction Limited \$806,752, expenditures \$490,416 of which the following amounts were charged to projects under housing at Fort McPherson N W T, \$47,791 below and \$95,583 under Northwest Territories and other field services sub-vote, including holdbacks \$17,388.		
Hay River—Supply and installation of a new heating system for existing school		
Contract: Fuller & Knowles Co Ltd \$139,750, expenditures \$81,055 including holdbacks \$4,053.		
Pine Point—Construction of four-classroom school plus activity room		
*Contract: Byrnes and Hall Construction Limited \$237,774, expenditures \$236,362 including holdbacks \$1,380.		
Tuktoyaktuk—Completion of five-classroom school with activity room and industrial arts shops		
*Contract (1963-64): Poole Construction Company Limited \$342,021, expenditures \$2,500, to date \$342,021 (final) (amends reporting in Public Accounts 1964-65).		
Housing		
Arctic District		
Arctic Bay—One unit.....	23,080	17,392
Eskimo Point—Two units.....	40,400	40,400
Pond Inlet—Two units.....	42,000	33,684
*Contract: Ron Engineering and Construction Ltd (for details see under general buildings above).		
Port Burwell—One unit.....	12,000	7,722
Resolute Bay—One unit.....	25,980	23,857
Whale Cove—One unit.....	25,000	19,281
Total Arctic District.....	168,460	142,336
Mackenzie District		
Aklavik—Two units.....	45,600	45,600
Fort Franklin—One unit.....	30,000	22,600
Fort McPherson—Three units.....	59,000	47,791
*Contract: Byrnes and Hall Construction Ltd (for details see under general buildings above).		
Fort Providence—One unit.....	2,500	
Gjoa Haven—One unit.....	25,000	22,692
Holman Island—Two units.....	30,000	26,715
Pine Point—Two units.....	31,500	
Rae—One unit.....	875	
Spence Bay—Two units.....	37,000	32,805
Tuktoyaktuk—One unit.....	15,000	9,886
Wrigley—One unit.....	22,800	22,800
Total Mackenzie District.....	299,275	230,889
Total construction or acquisition of buildings and works.....	3,282,675	2,492,618

	Allotments	Expenditures
Acquisition or construction of equipment		
Items under \$15,000		
Headquarters.....	2,200	1,019
Arctic District.....	123,750	123,627
Mackenzie District.....	280,765	196,563
Total acquisition or construction of equipment.....	406,715	321,209
	3,689,390	2,813,827
Less—Amount recoverable from the Government of the Northwest Territories...	1,104,590	570,386
	<u>\$ 2,584,800</u>	<u>\$ 2,243,441</u>

Welfare and Industrial Divisions—Construction or acquisition of buildings, works, land and equipment including authority for a program of construction or acquisition of housing for Eskimos and the sale of houses to Eskimos on such terms and conditions and at such prices as the Governor in Council may approve

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings and works..... (13)	1,474,000	1,173,950	973,556
A Acquisition or construction of equipment..... (16)	152,600	152,600	107,807
	<u>\$ 1,626,600</u>	<u>\$ 1,326,550</u>	<u>\$ 1,081,363</u>

A Included: construction equipment \$636, floating equipment \$39,538, furniture \$12,659, radio equipment \$312, transportation equipment \$17,086, miscellaneous equipment \$31,898.

The following distribution of expenditures was maintained under authority of Treasury Board.

	Allotments	Expenditures
Construction or acquisition of buildings and works—		
General buildings		
Arctic District.....	817,350	719,164
Mackenzie District.....	343,600	247,662
Housing		
Port Burwell—One unit.....	13,000	6,730
	<u>1,173,950</u>	<u>973,556</u>
Acquisition or construction of equipment—		
Headquarters.....	2,000	312
Arctic District.....	67,200	57,158
Mackenzie District.....	83,400	50,337
	<u>152,600</u>	<u>107,807</u>
	<u>\$ 1,326,550</u>	<u>\$ 1,081,363</u>

Yukon Territory—Construction or acquisition of buildings, works, land and equipment

	Estimates	Allotments	Expenditures
A Construction of roads and bridges..... (13)	2,012,000	2,859,000	2,682,032
Construction or acquisition of buildings and works..... (13)	650,000	712,809	661,108
B Acquisition or construction of equipment..... (16)	110,700	125,200	120,140
	<u>\$ 2,772,700</u>	<u>\$ 3,697,009</u>	<u>\$ 3,463,280</u>

A Included: consultant fees \$3,574—Rule, Wynn and Rule Associates Calgary Alta \$3,574.

B Included: construction equipment \$1,224, firefighting equipment \$7,481, furniture \$145, radio equipment \$3,720, transportation equipment \$28,086, miscellaneous equipment \$6,838.

The following distribution of expenditures was maintained under authority of Treasury Board.

	Allotments	Expenditures
Construction of roads and bridges—		
Access road to Carmacks lookout.....	15,000	15,000
Access road to Frances Lake patrol station.....	5,000	5,000
Canol road.....	6,525	
Clinton Creek road.....	664,000	663,190
*Contract: Cassiar Asbestos Corporation \$733,000, expenditures \$663,190.		

	Allotments	Expenditures
Dawson Boundary road.....	40,000	40,000
Dempster highway.....	18,500	18,500
Nahanni Range road.....	2,000	
Ross River Carmacks.....	510,000	481,830
*Contract: General Enterprises Limited for grading, drainage and gravel surfacing mile 0 to mile 50 \$1,492,986, expenditures \$346,589 including holdbacks \$17,329.		
South McQueston road.....	2,975	
Stewart Crossing—Dawson road.....	170,000	169,165
Watson Lake—Ross River road.....	973,000	932,277
*Contracts: (a) (1964-65) Proctor Construction Co Ltd for development road construction mile 144 to mile 170.9 \$438,790, expenditures \$75,709, to date \$438,790 (final); (b) (1963-64) Watsko Construction Ltd and the Patricia Transportation Co Ltd for grading, culverts and bridges mile 69.2 to mile 144 \$1,792,489, expenditures \$673,473, to date \$1,792,489 (final); (c) Yukon Construction Company Limited for construction of Money Creek bridge mile 106.5 and Big Campbell River bridge mile 167 \$231,398, expenditures \$16,777 including holdbacks \$839.		
Whitehorse—Keno road.....	354,000	270,432
General—Surveys for future development road construction.....	98,000	86,638
	2,859,000	2,682,032
Construction or acquisition of buildings and works—		
General buildings.....	529,400	492,736
Whitehorse—Construction of Territorial jail		
*Contracts: Bennett & White Construction Company Limited \$1,087,736, expenditures \$399,078 including holdbacks \$19,954.		
Housing		
Dawson—one unit.....	39,000	38,905
Reconstruction of centre warehouse and garage buildings and replacement of equipment at Camp Takhini, Whitehorse YT.....	144,409	129,467
	712,809	661,108
Acquisition or construction of equipment—		
Items under \$15,000.....	125,200	120,140
	<u>\$ 3,697,009</u>	<u>\$ 3,463,280</u>

Northwest Territories and other field services—Construction or acquisition of buildings, works, land and equipment including authority to make recoverable advances in respect of services provided and work performed on other than federal property when only the department is capable of performing such service or work

	Estimates	Allotments	Expenditures
Construction of roads and bridges..... (13)	1,541,500	1,691,850	1,560,434
A Construction or acquisition of buildings and works... (13)	3,756,000	3,958,991	3,320,269
B Acquisition or construction of equipment..... (16)	853,100	896,600	824,168
	<u>\$ 6,150,600</u>	<u>\$ 6,547,441</u>	<u>\$ 5,704,871</u>

A Included: consultants fees \$93,633—Edward J Cuhaci Ottawa \$14,117, Frobisher Bay Consultants Montreal \$6,445, W Loates and Associates Ottawa \$4,313, Rule Wynn and Rule Associates Calgary Alta \$40,114, Strong Lamb and Nelson Ltd Edmonton \$14,194, Underwood McLelland and Associates Saskatoon Sask \$14,450.

B Included: construction equipment \$345,644, firefighting equipment \$34,619, floating equipment \$12,172, furniture \$176,227, radio equipment \$10,024, transportation equipment \$76,697, miscellaneous equipment \$98,701.

The following distribution of expenditures was maintained under authority of Treasury Board.

	Allotments	Expenditures
Construction of roads and bridges—		
Access trails to forest fire towers for forest fire suppressions.....	6,500	397
Elimination of dust hazard at railroad crossings.....	7,500	47
Reconstruction of Hay River highway within the municipal district of Hay River	11,090	
Fitzgerald—Bell Rock road.....	9,917	9,516
Fort Simpson airport road and Snye Crossing.....	25,000	24,738

	Allotments	Expenditures
Hay River—Pine Point road.....	635,000	612,791
*Contracts: (a) R R Daler Construction Company Limited for crushed gravel surfacing, Fort Smith Highway mile 0 to mile 38.25 and Pine Point Highway mile 0 to mile 14.8 \$227,299, expenditures \$191,431 including holdbacks \$9,572; (b) (1963-64) Mannix Company Ltd of Calgary for construction of approximately 34.6 miles of the Hay River—Pine Point development road \$846,547, expenditures \$1,732, to date \$846,547 (final); (c) (1964-65) Poole Construction Co Ltd for construction of superstructure Hay River bridge—Pine Point development road \$421,599, expenditures \$321,599, to date \$421,599 (final); (d) (1963-64) Western Construction and Lumber Co Ltd \$865,349, expenditures \$735, to date \$865,349 (final).		
Pine Point—Fort Resolution road.....	50,000	28,307
Pine Point—Fort Smith.....	830,000	830,000
*Contracts: (a) (1964-65) B G Linton Construction Limited \$261,800, expenditures \$12,315, \$58,589 paid by Northern Canada Power Commission, to date \$261,800 (final) (amends reporting in Public Accounts 1964-65); (b) Poole Engineering Company Limited for grading, culverts and gravel surfacing mile 97.5 to mile 158 \$1,266,250, expenditures \$812,318 including holdbacks \$20,742.		
Yellowknife NWT airport road.....	16,410	
General Mackenzie road construction.....	35,000	11,541
General road construction—Arctic Quebec region.....	5,000	4,096
General road construction—Baffin region.....	10,000	6,368
General road construction—Keewatin region.....	10,000	9,576
General surveys for future development roads.....	40,433	23,057
	1,691,850	1,560,434
Construction or acquisition of buildings and works—		
General buildings		
Arctic District.....	1,965,991	1,823,700
Frobisher Bay—Completion of phase 1 townsite development		
*Contract (1963-64): C A Pitts General Contractors Limited and Drake Construction Co Ltd \$2,545,699 (T.B. 654737, April 22, 1966 authorized an increase of \$191,719 to provide for additional cost incurred in carrying out the work as directed by the Crown) expenditures \$371,648, to date \$2,545,699 (final) (amends reporting in Public Accounts 1964-65).		
Pangnirtung—		
Construction of office and transient quarters		
Construction of a heated warehouse		
Pond Inlet—		
Completion of a heated warehouse		
Completion of an office and transient quarters		
*Contract (for above four projects):		
Ron Engineering and Construction Ltd (for details see under general buildings, Education Division sub-vote).		
Mackenzie District.....	1,241,900	946,484
Fort Simpson—Completion of two bay heated garage		
*Contract (1964-65): Poole Construction Co Ltd \$47,000, expenditures \$4,575, to date \$47,000 (final) (amends reporting in Public Accounts 1964-65).		
Yellowknife—Construction of Territorial Jail		
*Contract: Poole Construction Co Ltd \$1,048,082, expenditures \$441,589 including holdbacks \$22,079.		
Housing		
Arctic District		
Baker Lake—Two units.....	47,500	31,588
Broughton Island—One unit.....	33,000	21,173
Cape Dorset—One unit.....	4,500	
Cape Dorset—One unit.....	33,000	26,391
Chesterfield Inlet—One unit.....	4,000	
Churchill—Twenty-seven units.....	26,900	
Coral Harbour—One unit.....	33,000	29,185
Eskimo Point—One unit.....	20,200	17,035
Fort Chimo—Three units.....	66,000	50,426
George River—One unit.....	33,000	23,434

	Allotments	Expenditures
Igloodik—One unit.....	33,000	21,152
Pangnirtung—One unit.....	45,800	41,000
Pond Inlet—One unit.....	41,000	31,714
*Contract (for above two projects): Ron Engineering and Construction Ltd (for details see under general buildings, Education Division sub-vote)		
Payne Bay—One unit.....	11,000	307
Port Harrison—One unit.....	28,200	20,087
Sugluk—One unit.....	33,000	26,868
Wakeham Bay—One unit.....	30,000	25,942
Mackenzie District		
Cambridge Bay—One unit.....	25,000	22,192
Fort Franklin—One unit.....	25,000	22,600
Fort McPherson—One unit.....	23,250	21,268
Fort McPherson—One unit.....	23,250	21,268
Fort McPherson—Four unit apartment.....	71,500	53,047
*Contract (for above three projects): Byrnes and Hall Construction Ltd (for details see under general buildings, Education Division sub-vote)		
Holman Island—One unit.....	25,000	22,692
Nahanni Butte—One unit.....	20,000	8,140
Spence Bay—One unit.....	15,000	12,576
	3,958,991	3,320,269
Acquisition or construction of equipment		
Arctic District.....	531,500	484,927
Mackenzie District.....	365,100	339,241
	896,600	824,168
	<u>\$ 6,547,441</u>	<u>\$ 5,704,871</u>
*Awarded through the Department of Public Works.		
Total Vote 50.....	<u>\$14,155,800</u>	<u>\$14,155,800</u>
		<u>\$12,492,955</u>

Payments to the Governments of the Yukon Territory and the Northwest Territories for subsidies and special compensation in lieu of certain taxes as provided in the tax-rental agreements authorized by Votes 108 and 118, Special Appropriation Act, 1963

Payment to the Government of the Yukon Territory for subsidies and special compensation in lieu of certain taxes and for amortization payments on outstanding loans as provided in the tax-rental agreement authorized by Vote 108, Special Appropriation Act, 1963

Payment..... (20) 2,629,427

Payment to the Government of the Northwest Territories for subsidies and special compensation in lieu of certain taxes and for amortization payments on outstanding loans as provided in the tax-rental agreement authorized by Vote 108, Special Appropriation Act, 1963

Payment..... (20) 2,867,631

Total Statutory item..... \$5,497,058

GENERAL

Gratuities to families of deceased employees, Civil Service Act..... (21) \$ 4,100

Refunds of amounts credited to revenue in previous years, Financial Administration Act, c. 116, R.S., as amended..... (22) \$ 33,397

The above amount represented refunds under section 19 of the Act.

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	34,971,350	34,093,259	30,259,645
(2) Civilian allowances.....	1,783,250	1,908,301	1,844,792
(4) Professional and special services.....	15,079,400	14,509,605	12,956,103
(5) Travelling and removal expenses.....	2,270,500	2,741,864	2,058,661
(6) Freight, express and cartage.....	1,549,800	1,509,031	1,228,010
(7) Postage.....	78,600	82,725	79,966
(8) Telephones, telegrams and other communication services.....	379,200	585,488	412,824
(9) Publication of departmental reports and other material	239,200	202,272	142,669
(10) Exhibits, advertising, films, broadcasting and displays	268,700	254,522	165,227
(11) Office stationery, supplies, equipment and furnishings.	418,700	608,827	377,683
(12) Materials and supplies.....	13,023,691	12,583,041	11,887,722
Buildings and works including land—			
(13) Construction or acquisition.....	43,219,870	39,992,956	30,722,479
(14) Repairs and upkeep.....	6,551,900	6,524,177	5,395,819
(15) Rentals.....	120,700	90,730	59,596
Equipment—			
(16) Construction or acquisition.....	3,943,690	3,985,412	3,706,482
(17) Repairs and upkeep.....	1,775,934	1,535,651	1,197,440
(18) Rentals.....	630,600	588,550	563,618
(19) Municipal or public utility services.....	2,523,200	2,949,798	2,554,557
(20) Contributions, grants, subsidies, etc., not included elsewhere—			
Cash payments to Indians.....	10,200,000	9,222,452	4,838,687
Grants and contributions pursuant to agreements entered into with the provinces or territories or other groups or authorities for the provision of welfare and other services to Indians.....	775,000	323,425	
Subsidies and special payments to the Governments of the Yukon Territory and the Northwest Ter- ritories.....	5,497,058	5,497,058	4,973,758
Grant to the Province of Newfoundland respecting Eskimos.....	425,000	255,600	
Grant to the Northwest Territories Government for hospital care of Indians and Eskimos.....	588,800	588,800	508,506
Miscellaneous.....	2,430,219	1,210,428	1,218,525
	19,916,077	17,097,763	11,539,476
(21) Pensions, superannuation and other benefits.....	65,520	59,763	53,468
(22) All other expenditures.....	15,213,674	16,571,709	11,748,470
	164,023,556	158,475,444	128,954,707
(34) Less—Estimated savings and recoverable items.....	3,681,106	2,041,711	1,648,590
Total.....	\$ 160,342,450	\$ 156,433,733	\$ 127,306,117

Estimated value of major services not included
in this department's appropriations

	1965-66	1964-65
Accommodation—provided by the Department of Public Works.....	658,300	663,500
Accommodation—in this department's own buildings.....	4,690,200	3,688,300
Accounting and cheque issue services—Comptroller of the Treasury.....	550,100	544,600
Contribution to superannuation account—Department of Finance.....	925,400	898,400
Employee surgical-medical insurance premiums—Department of Finance.....	98,900	114,500
Employee compensation payments—Department of Labour.....	166,000	167,800
Carrying of franked mail—Post Office Department.....	61,700	57,000
	\$ 7,150,600	\$ 6,134,100

Payments of Damage Claims

	Amount
Sundry claims each under \$1,000 (26).....	\$ 5,863

REVENUES

Comparative Summary

	1965-66	1964-65
Tax Revenue—		
A Fur export tax.....	2,757 77	1,850 90
Non-Tax Revenue—		
B Return on investments.....	593,380 19	499,560 67
C Privileges, licences and permits.....	10,972,844 88	4,939,466 29
D Proceeds from sales.....	1,661,328 91	720,506 54
E Services and service fees.....	827,897 24	599,336 62
F Refunds of previous years' expenditure.....	1,151,248 03	734,807 60
G Miscellaneous.....	701,388 43	417,744 33
Total.....	\$15,910,845 45	\$ 7,913,272 95

Details

Tax Revenue—		
A Fur export tax:		
Department—		
Tax on furs exported from the Northwest Territories.....		2,758
Non-Tax Revenue—		
B Return on investments:		
Department—		
Interest on loans to: Eskimos \$9,875; Government of the Northwest Territories \$196,258; Yukon Coal Co Ltd \$6,634; Yukon Territorial Government \$332,331; interest on outstanding balances in respect of sales of: Astoria Hydro Plant to Northland Utilities Limited \$12 and Fundy Park Chalets to Robert R Friars \$732.....	545,842	
Indian Affairs—		
Land and timber purchased for Indians (interest) \$11,688; interest on loans to Indians \$27,245; Miscellaneous \$8,605.....	47,538	593,380
C Privileges, licences and permits:		
Department—		
Bathhouse tickets and fees \$383,638; bonuses, exploratory permits, fees, leases and royalties from oil and gas \$6,463,724; building permits \$15,557; business licences and concessions \$170,191; camping permits \$284,816; dog and cat licences \$1,418; electric power for cabin trailers \$3,112; fees, leases and royalties from quartz and placer gold \$819,260; fishing and hunting licences \$56,857; golf fees \$187,068; gravel permits and royalties \$7,068; grazing permits \$2,021; living accommodation and services \$720,202; miners licences \$11,502; registration fees \$8,447; rentals—buildings \$19,970, land \$119,217, machinery and equipment \$78,284, timber permits and royalties \$44,214; transient motor vehicle licences \$1,042,495; sundries \$35,277....	10,474,338	
Indian Affairs—		
Rentals \$9,001; accommodation \$484,371; miscellaneous fees \$5,135.....	498,507	10,972,845
D Proceeds from sales:		
Department—		
Buildings \$6,343; game and game products \$48,660; land \$999,615; miscellaneous sales from projects operated in rehabilitation centres or elsewhere in the Northwest Territories—bakery \$5,503, char fishing \$581, fur garments \$47,869, handicrafts \$104,966, logging \$3,638; publications and prints \$6,133; rations \$191,221; uniforms \$12,085; fuel oil \$121,330; timber and cordwood \$14,091; sundries \$78,667.....	1,640,702	
Indian Affairs—		
Livestock \$10,277; lumber and fuelwood \$9,994; land and buildings \$356...	20,627	1,661,329

E Services and service fees:**Department—**

Cemetery plots \$3,425; electricity \$132,668; garbage collection rates \$39,679; hostel receipts \$61,329; laundry and dry cleaning services receipts \$160,144; sewer and water rates \$177,433; telephone charges \$2,336; sundries \$80,167. 657,181

Indian Affairs—

Water and electricity \$10,343; equipment rental \$959; shared operating costs—schools and other projects \$156,950; ferry services \$2,464. 170,716

827,897

F Refunds of previous years expenditure:**Department—**

Refund from Province of British Columbia for highway maintenance and snow research and avalanche warning in accordance with agreement dated September 20, 1962 \$14,683; refund from Government of Yukon Territory of expended balances of project advances \$46,556; refund from Northern Canada Power Commission covering charges for utilities at Frobisher Bay \$10,500; refunds on oil drums—British American Oil Company Limited \$131,696, Imperial Oil Limited \$351,295, Shell Canada Limited \$29,890, Texaco Canada Limited \$16,047; recovery of fuel oil supplied to Department of Transport, Royal Canadian Mounted Police and Hudson's Bay Company \$51,140; refund from Banff School of Fine Arts in connection with the construction of a water supply system for the use of the school \$6,000; recovery of salary of teacher on loan to the Department of National Defence overseas \$5,570; sundries \$255,242. 918,619

Indian Affairs—

Reimbursement of capital costs \$3; return of empty containers \$98,927; sundries \$133,699. 232,629

1,151,248

G Miscellaneous:**Department—**

Commission on provincial motor and drivers licences \$15,961; forfeiture of guarantee deposits in respect of oil and gas rights \$73,437; miscellaneous fines \$33,588; sundries \$149,430. 272,416

Indian Affairs—

Farm debts including seed \$11,942; fish nets \$95,240; fur \$15,859; handicrafts \$42,831; hospital clothing \$8,555; placement \$19,077; road subsidies \$127,550; sundries \$107,918. 428,972

701,388

Total..... \$15,910,845

Certified correct.

E. A. CÔTÉ,

*Deputy Minister of Northern Affairs
and National Resources.*

**Comparative Statement of Accounts Receivable
at March 31**

	1966	1965
Current year—		
Collectible.....	367,477	298,753
Uncollectible.....	2,418	99
Previous years—		
Collectible.....	871,117	776,911
Uncollectible.....	105,696	59,038
	<u>\$ 1,346,708</u>	<u>\$ 1,134,801</u>

During the year 295 items amounting to \$10,096 were deleted under authority of section 23 of the Financial Administration Act, c. 116, R.S., as amended and 3 items amounting to \$4,789 were deleted under authority of Department of Finance Vote 16e.

Appendix 1

INDIAN BAND FUNDS

Statement of Receipts and Disbursements for the year ended March 31, 1966

Capital Accounts

Balance, March 31, 1965.....		25,133,095
Receipts—		
Agriculture.....		39,572
Operation of band property.....		34,027
Shares of transferred Indians.....		32,470
Band loan repayments.....		42,031
Housing repayments.....		159,838
Wells.....		3,659
Roads and bridges.....		6,350
Gravel dues.....		162,036
Lumber and wood sales.....		11,435
Oil royalties.....		1,307,168
Oil bonuses.....		2,494,662
Timber dues.....		1,031,279
Land sales.....		165,019
Winter works labour subsidy.....		98,555
Miscellaneous.....		269,828
		<u>5,857,929</u>
		30,991,024
Disbursements—		
Agriculture.....		190,918
Operation of band property.....		897,792
Cash payments and entitlements		
Cash distribution.....	1,353,872	
Enfranchisements.....	116,958	
Shares of transferred Indians.....	45,216	
		<u>1,516,046</u>
Reserve management.....		77,947
Social activities.....		50,419
Band loans.....		124,729
Housing.....		1,339,674
Wells.....		68,118
Roads and bridges.....		294,368
Land purchases.....		65,917
Miscellaneous.....		112,033
		<u>4,737,961</u>
Balance, March 31, 1966.....		<u>\$26,253,063</u>

REVENUE ACCOUNTS

Balance, March 31, 1965.....		3,401,269
Receipts—		
Agriculture.....		213,812
Operation of band property.....		24,572
Shares of transferred Indians.....		5,842
Education.....		18,633
Medical.....		10,064
Relief reimbursements.....		21,294
Social activities.....		85
Government interest.....		1,454,327
Housing repayments.....		75,433
Wells.....		4,707
Roads and bridges subsidies.....		61,739

Appendix 1—Concluded

INDIAN BAND FUNDS—Concluded

REVENUE ACCOUNTS—Concluded

Rentals, oil.....	765,130	
Other rentals.....	2,285,736	
Interest on band loans.....	7,807	
Land.....	2,919	
Winter works labour subsidy.....	37,831	
Miscellaneous.....	496,376	
		<u>5,485,807</u>
		8,887,076
Disbursements—		
Agriculture.....	605,156	
Operation of band property.....	399,098	
Cash payments and entitlements		
Cash distribution.....	559,866	
Commutations.....	141	
Enfranchisements.....	15,717	
Pensions.....	21,392	
Shares of transferred Indians.....	7,787	
Annuities.....	37,785	
		<u>642,638</u>
Education.....	40,120	
Medical.....	52,354	
Relief.....	428,100	
Reserve management.....	41,376	
Transfer of funds—section 68.....	1,540,380	
Salaries.....	290,495	
Social activities.....	72,801	
Housing.....	327,168	
Wells.....	40,788	
Roads and bridges.....	230,834	
Band loans.....	132,034	
Land purchases.....	6,801	
Miscellaneous.....	153,220	
		<u>5,003,363</u>
Balance, March 31, 1966.....		<u>\$ 3,883,713</u>

Appendix 2

INDIAN SPECIAL ACCOUNTS

Statement of Receipts and Disbursements for the year ended March 31, 1966

Balance, March 31, 1965.....	1,436,113
Receipts—	
Fur projects.....	52,435
Handicraft.....	12,856
Cowessess leafy spurge control.....	4,466
Absent or missing heirs.....	1,482
Suspense, rental.....	2,345,908
	<u>2,417,147</u>
	3,853,260
Disbursements—	
Fur projects.....	50,031
Handicraft.....	13,750

Appendix 2—Concluded

INDIAN SPECIAL ACCOUNTS—Concluded

Cowessess leafy spurge control.....	4,133	
Absent or missing heirs.....	1,321	
Suspense, rental.....	3,056,537	
Miscellaneous.....	36,155	
		3,161,927
Balance, March 31, 1966.....		\$ 691,333

Appendix 3

NORTHWEST TERRITORIES REVENUE ACCOUNT

Statement of Operations for the year ended March 31, 1966

	Debit	Credit
Balance as at March 1, 1965.....		2,683,388
RECEIPTS		
Housing Account—		
Government of Canada—Loans.....	110,000	
Low cost housing—second mortgage loans.....	6,290	
Low cost housing loans—principal and interest repayments.....	36,077	
Sundry.....	6,042	
		158,409
Operating Account—		
Education.....		19,490
Health.....		1,559,269
Welfare.....		192,828
Development services.....		174
Municipal services.....		81,285
Game management.....		2,153
Administration		
Business licences.....	36,563	
Fines.....	32,294	
Fuel tax.....	805,305	
Fur export permits.....	31,092	
Motor vehicle and drivers licences.....	84,521	
Other licences and permits.....	20,912	
Workmen's compensation.....	21,352	
Government of Canada—Subsidies.....	2,556,556	
Sundry.....	107,930	
		3,696,525
Liquor receipts.....		2,719,478
Capital Account—		
Government of Canada—Loans.....	2,642,000	
Campgrounds and picnic grounds.....	13,298	
Community Centres.....	13,387	
Hospital construction.....	72,860	
Winter works.....	585	
Sundry.....	1	
		2,742,131
Amortization Account—		
Repayment of debentures—		
Municipal and school districts.....	86,980	
Federal payments in respect of amortization payments on outstanding loans.....	311,076	
		398,056
		11,569,798

Appendix 3—Concluded

NORTHWEST TERRITORIES REVENUE ACCOUNT—Concluded

	Debits	Credits
DISBURSEMENTS		
Housing Account—		
Repayment of housing loans from Government of Canada.....	69,643	
Sundry.....	114,950	
Operating Account—		
Education.....	1,845,746	
Health.....	2,178,623	
Welfare.....	535,134	
Development services.....	160,077	
Municipal affairs.....	209,775	
Game management.....	70,992	
Administration.....	449,631	
Liquor.....	1,369,447	
Justice.....	740,503	
Contingency.....	44,653	
Capital Account—		
Capital expenditures.....	2,702,019	
Amortization Account—		
Repayment of loans from the Government of Canada.....	344,968	
	10,836,161	
Balance as at March 31, 1966.....	3,417,025	
	<u>\$14,253,186</u>	
		<u>\$14,253,186</u>



1965-66

PUBLIC ACCOUNTS

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POST OFFICE DEPARTMENT

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Details of

EXPENDITURES AND REVENUES

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POST OFFICE DEPARTMENT

Under authority of the Post Office Act, c. 212, R.S., as amended, the Post Office Department, under the direction of the Postmaster General, is entrusted with the management and operation of the postal services of Canada and the Post Office Savings Bank. In addition, the department performs certain services of an agency nature for other departments (without remuneration in some instances), the most important of which are: receiving payments on government annuities; selling unemployment insurance stamps; and making available to the public certain forms and literature issued by government departments.

Post Offices are divided into two main groups, namely staff offices and revenue offices. The postmasters and staffs of the staff offices are paid from parliamentary appropriations. Postmasters of revenue offices and their staffs are paid by salary warrants issued by headquarters of the Post Office Department and charged to postal revenue.

Appendix 1 to this section contains the departmental balance sheet as at March 31, 1966 and statement of revenue and expenditure for the year ended March 31, 1966.

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
33-2	Stat.	Postmaster General—Salary and motor car allowance.....	16,999 92	16,999 92	17,000 00
33-2	1	Postal services including Canada's share of the upkeep of the International Bureaux at Berne and Montevideo.....	241,894,400 00	240,174,953 99	210,439,429 48
33-5	Stat.	Gratuities to families of deceased employees.....	980 00	980 00	900 00
33-5	Stat.	Exchequer court awards.....	13,474 59	13,474 59	1,113 00
33-5	Stat.	Refunds of amounts credited to revenue in previous years.....	50 00	50 00	260 00
		Total.....	<u>\$241,925,904 51</u>	<u>\$240,206,458 50</u>	<u>\$210,458,702 48</u>

Salary of Postmaster General, Salaries Act, c. 243, R.S., as amended.....	(1)	\$ 15,000
Motor car allowance to Postmaster General, c. 249, R.S., as amended.....	(2)	<u>\$ 2,000</u>

The above amounts were paid to: Hon R Tremblay for the period April 1 to December 17, 1965, \$12,110; Hon J J P Cote for the period December 18, 1965 to March 31, 1966, \$4,890.

Hon R Tremblay received travelling expenses of \$1,435; Hon J J P Cote, \$568; charged to Vote 1.

Vote 1 Postal Services including Canada's share of the upkeep of the International Bureaux at Berne and Montevideo.....	221,303,000
Vote 1e.....	780,000
Transfer from Department of Finance Vote 15 contingencies.....	19,811,400
	<u>241,894,400</u>
Expenditures.....	<u>\$ 240,174,954</u>

Expenditures included ex-gratia payments of \$100 or over as follows:

Particulars and payee	Authority	Amount
Reimbursement of excess contributions to the unemployment insurance fund to the following employees;		
F X Mifsud Toronto.....	P.C. 1965-32/1667 September 15, 1965	126
E N McNicoll Capreol Ont.....	P.C. 1965-32/1667 September 15, 1965	126
L Laberge Chateauguay Que.....	P.C. 1965-32/1667 September 15, 1965	204
J P R Lessard Montreal.....	P.C. 1965-32/1667 September 15, 1965	154
M Baunbach Kimberley B C.....	P.C. 1965-32/1667 September 15, 1965	133
A L Dewell Bowmanville Ont.....	P.C. 1966-15/47 January 12, 1966	106
J R J Lacasse Montreal.....	P.C. 1966-15/47 January 12, 1966	102
E Oundari North Bay Ont.....	P.C. 1966-31/648 April 14, 1966	126
J R F Fournel Montreal.....	P.C. 1966-31/648 April 14, 1966	210
		<u>\$ 1,287</u>

Departmental administration including Canada's share of the upkeep of the International Bureaux at Berne and Montevideo

	Estimates	Allotments	Expenditures
Salaries and wages.....\$ 2,457,800			
Transfer from Department of Finance Vote 15 contingencies..... 72,100			
	(1) 2,529,900	2,476,300	2,290,498
Overtime.....	(1) 5,000	13,000	11,806
Corps of commissionaire services.....	(4) 22,200	22,200	18,517
A Professional and special services.....	(4) 23,000	60,000	59,860
Travelling expenses.....	(5) 359,800	332,950	198,334
Freight, express and cartage.....	(6) 4,000	4,000	550
Telephones and telegrams.....	(8) 19,800	20,900	20,704
Publication of departmental reports and other material.....	(9) 55,500	53,000	41,821
Exhibits, advertising, films, broadcasting and displays..	(10) 302,700	311,200	302,638
Office stationery, supplies and equipment.....	(11) 96,800	109,800	109,495
Repairs and upkeep of equipment.....	(17) 300	300	130
Canada's share of the upkeep of the International Bureaux at Berne and Montevideo.....	(20) 43,200	45,050	37,556
Sundries.....	(22) 13,900	27,400	8,865
	<u>\$ 3,476,100</u>	<u>\$ 3,476,100</u>	<u>\$ 3,100,774</u>

This sub-vote was provided to cover the salaries and other expenses relating to the activities of the departmental administration staff at Ottawa, consisting of the offices of the Postmaster General, Deputy Postmaster General and Administrative Services.

A Caron, Parliamentary Secretary, received travelling expenses of \$928.

A Payments by services with individual payments of \$2,000 or over were:

Management consultants \$32,938—Enelco Ltd Toronto \$2,565, P S Ross & Partners Montreal \$27,774, Woods Gordon & Co Toronto \$2,300;

Legal fees and expenses \$26,922—D G Blair Ottawa \$7,015, Paul Papineau Montreal \$2,188, Russell & DuMoulin Vancouver \$2,916.

Operations including salaries and other expenses of staff post offices, district offices, railway mail service staffs, and supplies, equipment and other items for revenue post offices, including administration

	Estimates	Allotments	Expenditures
Salaries and wages.....\$ 130,562,800			
Transfer from Department of Finance Vote 15 contingencies..... 17,965,000			
	(1) 148,527,800	146,462,627	145,970,690
Overtime.....\$ 3,400,000			
Transfer from Department of Finance Vote 15 contingencies..... 1,726,100			
	(1) 5,126,100	6,962,873	6,960,277
Night differential payments for operating services .	(2) 1,365,000	1,438,000	1,436,383

		Estimates	Allotments	Expenditures
A	Isolated posts and other allowances.....	(2) 97,000	102,500	102,282
B	Mileage allowance.....	(2) 295,000	295,000	244,186
C	Boot allowance.....	(2) 472,500	332,500	235,528
	Corps of commissionaires services.....	(4) 28,000	43,500	43,225
	Professional and special services.....	(4) 28,600	28,600	1,914
	Travelling and removal expenses.....	(5) 493,600	513,600	475,074
	Freight, express and cartage.....	(6) 70,000	85,800	85,761
D	Telephones and telegrams.....	(8) 199,700	207,300	207,215
	Publication of departmental reports and other material.....	(9) 112,600	117,000	116,934
	Office stationery, supplies and equipment.....	(11) 777,400	883,800	881,220
E	Mail bags and letter carrier satchels.....	(12) 733,600	656,600	620,099
E	Uniforms.....	(12) 806,900	856,900	847,105
F	Materials and supplies.....	(12) 747,000	856,000	799,154
	Rental of storage space.....	(15) 33,000	26,500	13,345
G	Acquisition of equipment.....	(16) 1,428,300	1,456,500	1,232,580
H	Repairs and upkeep of equipment.....	(17) 439,300	439,300	378,087
	Rental of equipment.....	(18) 107,400	107,400	102,553
	School fees and public utility services.....	(19) 11,300	11,300	9,135
	Unemployment insurance contributions.....	(21) 165,000	181,500	181,423
	Sundries.....	(22) 8,000	8,000	4,248
		\$ 162,073,100	\$ 162,073,100	\$ 160,948,418

A Payments were made to: post office staffs \$60,942, railway mail service staffs \$540, supervisory postmasters \$40,800.

B Mileage allowance consisted of payments of one and one-half cents per mile to railway mail clerks to cover the cost of their travelling and living expenses while on duty.

C Boot allowance was paid to letter carriers, despatchers, chauffeurs, mail handlers and postal helpers at the rate of \$19.45 for the spring and summer season.

D Expenditures included \$20,053 paid to the Department of Transport for the department's share of the consolidated switchboard, public buildings, Toronto.

E Materials and fittings for mail bags and materials for uniforms and letter carriers satchels are purchased by the department and resold to the manufacturers—see Post Office working capital advance which is included under the schedule, Departmental Working Capital Advances in volume I of this report and a statement of operations which is shown in appendix 2 to this section. Expenditures represent payments for completed articles. Uniforms are provided to eligible employees without charge.

F Expenditures included \$250,468 for binder twine, \$56,446 for gasoline and oil and \$452,675 for printed forms.

G Expenditures included the purchase of: transportation equipment \$16,561; standard post office equipment \$903,703; mail boxes, locks and keys \$174,095 and inspection services \$6,730.

H Expenditures included: transportation equipment repairs \$119,675; repairs and general maintenance of post office equipment \$187,949.

Transportation—Movement of mail by land, air and water, including administration

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 399,900			
Transfer from Department of Finance Vote 15 contingencies.....	9,800			
		(1) 409,700	409,100	369,185
Overtime.....		(1) 200	800	655
Travelling expenses.....		(5) 10,000	15,000	9,586
Telephones and telegrams.....		(8) 3,000	3,000	2,480
Office stationery, supplies and equipment.....		(11) 7,800	7,800	4,042
Sundries.....		(22) 100	100	10
Mail service by railway.....		(32) 14,040,000	13,726,400	13,724,631
Mail service by ordinary land conveyance, including rural mail delivery.....		(32) 36,404,000	37,057,600	37,052,099
Mail service by air.....		(32) 19,170,000	18,970,000	18,968,526
Mail service by water.....		(32) 2,670,000	2,525,000	2,443,976
		\$72,714,800	\$72,714,800	\$72,575,190

*Financial services including audit of revenue, money order and
savings bank business; and postage stamps*

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 1,722,300			
Transfer from Department of Finance Vote 15 contingencies.....	38,400			
		(1) 1,760,700	1,743,800	1,717,734
		(1) 5,000	15,000	13,104
A Overtime.....		(4) 37,600	37,600	33,036
A Security transfer of cash deposits and use of night deposit services.....		(5) 3,000	3,000	1,104
Travelling expenses.....		(8) 5,600	5,600	4,887
Telephones and telegrams.....		(11) 65,600	95,270	89,292
B Office stationery, supplies and equipment.....		(11) 185,000	107,000	93,067
B Rental of accounting machines.....		(12) 158,200	158,200	156,776
Money order forms.....		(12) 1,359,700	1,414,430	1,414,317
Manufacture of postage stamps and stamped postage supplies.....		(12) 50,000	50,000	26,785
Postage meter and postage register supplies.....		(21) 500	500	470
Unemployment insurance contributions.....				
		\$ 3,630,400	\$ 3,630,400	\$ 3,550,572

This sub-vote was provided to cover: (a) the salaries and other expenses of the staff of the Accounting Branch at Ottawa, which records and audits postmasters' reports of financial transactions arising from the sale of postage and money orders, and the operations of the Post Office Savings Bank; and (b) the cost of postage stamps, money order forms, postage meter and postage register supplies.

A Expenditures included payments to Brinks Express Co of Canada Ltd Montreal \$16,761 and Loomis Armoured Car Service Vancouver \$3,135 for security transfer service.

B Expenditures included payments to International Business Machines Company Limited Don Mills Ont \$16,864, Remington Rand Limited Toronto \$66,302.

Total Vote 1.....	\$241,894,400	\$241,894,400	\$240,174,954
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Gratuities to families of deceased employees, Civil Service Act.....	(21)	\$ 980
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Exchequer Court Awards, Exchequer Court Act, c. 98, R.S., as amended.....	(22)	\$ 13,475
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Further details will be found under payments of damage claims.

Refunds of amounts credited to revenue in previous years, Financial Administration Act, c. 116, R.S., as amended.....	(22)	\$ 50
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Refund of charges made to certain postmasters for letter collection boxes.

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	158,379,400	157,348,949	133,327,036
(2) Civilian allowances.....	2,231,500	2,020,379	834,813
(4) Professional and special services.....	139,400	156,552	151,954
(5) Travelling and removal expenses.....	866,400	684,098	599,857
(6) Freight, express and cartage.....	74,000	86,311	72,080
(8) Telephones, telegrams and other communication services	228,100	235,286	220,984
(9) Publication of departmental reports and other material.	168,100	158,755	123,885
(10) Exhibits, advertising, films, broadcasting and displays..	302,700	302,638	266,984
(11) Office stationery, supplies, equipment and furnishings...	1,132,600	1,177,116	874,709
(12) Material and supplies.....	3,855,400	3,864,236	3,510,929
Buildings and works, including land—			
(15) Rentals.....	33,000	13,345	12,167

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
Equipment—			
(16) Construction or acquisition	1,428,300	1,232,580	1,121,209
(17) Repairs and upkeep	439,600	378,217	350,360
(18) Rentals	107,400	102,553	99,181
(19) Municipal or public utility services	11,300	9,135	6,881
(20) Contributions, grants, subsidies, etc., not included elsewhere	43,200	37,556	34,474
(21) Pensions, superannuation and other benefits	165,980	182,873	161,653
(22) All other expenditures (other than special categories) ..	35,525	26,648	40,176
SPECIAL CATEGORIES			
(32) Movement of mail by land, air and water	72,284,000	72,189,232	68,649,370
Total	\$ 241,925,905	\$ 240,206,459	\$ 210,458,702

**Estimated value of major services not included
in this department's appropriations**

	1965-66	1964-65
Accommodation—provided by Department of Public Works	25,528,700	25,298,000
Accounting and cheque issue services—Comptroller of the Treasury	650,100	584,300
Contributions to superannuation account—Department of Finance	9,041,100	8,510,500
Employee surgical-medical insurance premiums—Department of Finance	1,103,000	1,170,100
Employee compensation payments—Department of Labour	269,900	261,900
*Carrying of franked mail—Post Office Department	1,063,600	1,008,000
	<u>\$37,656,400</u>	<u>\$36,832,800</u>

*Included in this departments appropriations.

**Estimated value of major services
provided to other departments**

	Carrying of franked mail	
	1965-66	1964-65
Agriculture	217,900	157,000
Auditor General	4,000	2,600
Board of Broadcast Governors	9,900	15,800
Canada Emergency Measures Organization	2,800	1,600
Office of the Chief Electoral Officer	3,500	5,500
Citizenship and Immigration	54,000	57,400
Civil Service Commission	60,900	48,900
Defence Production	50,300	88,100
Economic Council of Canada	6,500	5,700
External Affairs	79,700	100,200
Finance	406,300	298,900
Fisheries	14,500	15,200
Forestry	21,500	19,900
Governor General and Lieutenant-Governors	3,100	4,100
Industry	13,800	21,000
Insurance	11,600	6,600
Justice	33,500	42,700
Labour	185,400	144,700
Legislation	175,900	180,300

Carrying of franked mail

	1965-66	1964-65
Mines and Technical Surveys.....	104,500	90,300
Dominion Coal Board.....	900	1,200
National Energy Board.....	4,600	3,200
National Defence.....	485,400	569,300
National Film Board.....	16,700	8,000
National Gallery of Canada.....	6,300	4,400
National Health and Welfare.....	79,800	83,900
National Research Council, including the Medical Research Council.....	144,100	149,500
National Revenue.....	548,900	454,000
Northern Affairs and National Resources.....	61,700	57,000
Privy Council.....	9,400	7,900
Public Archives and National Library.....	14,600	11,900
Public Printing and Stationery.....	830,300	553,500
Public Works.....	37,500	38,000
Representation Commissioner.....	100	
Royal Canadian Mounted Police.....	71,200	78,700
Secretary of State.....	44,800	37,200
Trade and Commerce.....	729,400	720,400
Transport.....	99,000	101,800
Air Transport Board.....	5,800	9,100
Board of Transport Commissioners for Canada.....	15,300	10,400
Canadian Maritime Commission.....	1,800	2,300
Unemployment Insurance Commission.....	50,600	58,200
Veterans Affairs.....	74,700	76,000
	<u>\$ 4,792,500</u>	<u>\$ 4,342,400</u>

Payments of Damage Claims

Particulars and payee	Authority	Amount
Injuries suffered when struck by a postal deposit box, Jane Stanton Crane..	Exchequer Court award	13,475
Sundry claims each under \$1,000 (63).....		5,175
		<u>\$ 18,650</u>

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
A Postal revenue.....	275,994,268 00	263,704,342 63
B Less: Disbursements.....	38,511,972 12	33,268,628 56
	<u>237,482,295 88</u>	<u>230,435,714 07</u>
C Return on investments.....	547 37	2,770 04
D Proceeds from sales.....	7 92	17,214 34
E Refunds of previous years' expenditure.....	12,640 45	6,953 24
F Miscellaneous.....	43,094 16	26,042 13
Total.....	<u>\$237,538,585 78</u>	<u>\$230,488,693 82</u>

Details

Postal Revenue

Receipts

Non-Tax Revenue—

A

Postage:—

Sale of stamps, etc:

Postage stamps, registration and insurance fees, stamped envelopes, post cards, bands, wrappers, etc.....	105,878,986
Postage meter and postage register machine impressions on mail matter.....	120,240,809

Postage paid in cash:

First class matter—includes gold bullion, mutilated bank notes and sundries.....	872,159
Second class matter—newspapers and periodicals mailed by publishers and news dealers....	8,750,719
Third class matter—circulars, books, catalogues and samples mailed under permit.....	14,182,658
Fourth class matter—mailings under special permit at parcel post rates.....	10,966
Government departments and agencies.....	7,896,922

Payments received from foreign countries:

Postage on parcels received from other countries for delivery in Canada.....	2,712,442
Transit charges on foreign mail forwarded through Canada to other countries and on foreign air mail carried to Canada for delivery in Canada.....	2,299,996

Total postage..... 262,845,657

Rental of post office lock boxes..... 2,433,004

Money orders:—

Fees on postal money orders.....	9,087,566
Commission collected from foreign countries on foreign money orders payable in Canada....	12,125

Profit in exchange on postal transactions with other countries..... 195,369

Other revenue:

Commission received from the Unemployment Insurance Commission for distributing and selling unemployment insurance stamps and meter impressions.....	1,240,000
Commission received from the Department of Labour for collection of Government annuity premiums.....	69,000
Sundries.....	111,547

Gross postal revenue..... 275,994,268

DISBURSEMENTS

(Deducted from gross postal revenue)

B

Remuneration of postmasters and staffs, as follows:

As at March 31, 1966, 10,748 postmasters were paid from revenue, of whom 8,599 were paid at fixed annual rates and 2,149 were paid on a sub office basis.

Salaries and allowances paid at:—

Revenue post offices.....	12,311,983
Semi-staff post offices.....	16,109,473
Sub post offices.....	5,171,442

Total "Remuneration of postmasters and staffs paid from revenue"..... 33,592,898

Discount allowed to vendors of postage supplies.....	13,917
Compensation paid to messengers for special delivery of letters and parcels.....	894,375
Losses by fire, theft, forgery, etc.....	149,638
Commission paid to foreign countries on Canadian money orders payable in those countries....	35,729
Postage on parcels mailed in Canada for delivery in foreign countries.....	1,969,101
Transit charges on Canadian mail forwarded through foreign countries, and on Canadian air mail carried to or through foreign countries.....	1,529,131
Indemnities paid in respect of lost, insured and C.O.D. parcels and registered articles.....	327,183

Total disbursements..... 38,511,972

Net postal revenue..... 237,482,296

POST OFFICE DEPARTMENT

33-9

Other revenue

Receipts

C	Return on investments.....	547
D	Proceeds from sales.....	8
E	Refunds of previous years' expenditure.....	12,641
F	Miscellaneous revenue.....	43,094
Total other revenue.....		56,290
Grand total.....		\$ 237,538,586

Certified correct.

W. H. WILSON,
Deputy Postmaster General.

Comparative Statement of Accounts Receivable
at March 31

	1966	1965
Current year—		
Collectible.....	16,997	12,118
Previous years—		
Collectible.....	2,933	1,510
Uncollectible.....		8,419
	\$ 19,930	\$ 22,047

During the year, 2 items amounting to \$252 were deleted under authority of section 23 of the Financial Administration Act, c. 116, R.S., as amended, and 1 item for \$8,443 was deleted under authority of Department of Finance Vote 16e.

Appendix 1

POST OFFICE DEPARTMENT

Balance Sheet as at March 31st, 1966

ASSETS		LIABILITIES	
Cash in the hands of Postmasters and in transit.....		Post Office Savings Bank Depositors.....	\$21,460,144
Post Office Accounts in Consolidated Revenue Fund		Post Office Accounts in Consolidated Revenue Fund	
Post Office Savings Bank.....	\$22,023,929	Cash on Hand and in Transit.....	\$11,951,543
Outstanding Money Orders.....	27,552,842	Post Office Revolving Fund.....	303,292
Philatelic Trust.....	63,282		12,254,835
Post Office Account.....	764,800		
Contractors' Security Deposit.....	7,000	Outstanding Postal Money Orders	
Suspense Accounts.....	179,386	Unpaid Money Orders.....	26,848,125
		Liability to Chartered Banks for paid Money Orders.....	5,287,646
Securities on Deposit			\$32,135,771
Bonds at par, or guaranteed by the Government of Canada, held as Postage guarantees or security for contracts.....	441,500	Less: Provisional payments to foreign countries....	4,582,929
			\$27,552,842
Inventory of Material and Fittings (Revolving Fund), to be used in the manufacture of uniforms, satchels and mail bags.....	309,865	Contractors' Security and Postage Guarantee Deposits, including accrued interest to March 31st, 1966 on cash deposits.....	1,012,372
Accounts Receivable		Philatelic Trust Account	
Foreign Postal Administrations.....	3,129	Payments made in advance by collectors for postage stamps.....	63,282
Government Departments and Agencies for postage paid in cash.....	52,199	Accounts Payable	
Department of National Defence for postage supplies on hand at Canadian Forces Post Offices outside Canada.....	38,437	Accrued salaries to Revenue and Semi-Staff Postmasters and Assistants.....	895,585
Sundry Accounts Receivable.....	35,823	Sundry Accounts Payable.....	7,545
	129,588		903,130

Suspense Accounts

For Losses by fire, theft and other causes (under investigation).....	215,841	
Credits in fire, theft and other cases not yet closed..		372
Collections regarding forged and duplicate Money Orders.....		2,180
Adjustment of Revenue for unsold postage supplies in the hands of lobby stamps vendors, as well as at Canadian Forces Post Offices outside Canada...		58,715
Paylist deductions not transferred to other Government Departments or Agencies at close of year and other suspense items.....		179,386
Unfilled philatelic orders at close of year.....		19,875
Advance payments for postal values received from Non-Accounting Postmasters.....		69,841
Sundry credit balances.....		62,602
	<u>\$63,639,576</u>	<u>392,971</u>
	<u><u>\$63,639,576</u></u>	<u><u>\$63,639,576</u></u>

NOTE.—Lands, buildings and furnishings are provided and paid for by the Department of Public Works and consequently are not included among the Assets. Certain international Accounts Receivable and Payable are not in the Balance Sheet, since they cannot be established with sufficient accuracy.

Certified Correct:

W. H. WILSON,
Deputy Postmaster General

POST OFFICE DEPARTMENT—Concluded

Statement of Revenue and Expenditure for the year ended March 31, 1966

Gross postal revenue.....		275,994,268
Less: Expenses paid from postal revenue.....		38,511,972
Net postal revenue.....		237,482,296
Other revenue—		
Return on investments.....	547	
Proceeds from sales.....	8	
Refunds of previous years' expenditure.....	12,641	
Miscellaneous revenue.....	43,094	
		56,290
Total, transferred to Receiver General of Canada.....		237,538,586
Deduct:		
Expenditure paid from parliamentary appropriations.....	240,206,459	
Accommodation provided by Department of Public Works.....	25,528,700	
Accounting and cheque issue services provided by Comptroller of the Treasury.....	650,100	
Contributions to Superannuation Account and employee Group Surgical-Medical Insurance by Department of Finance.....	10,144,100	
Employee compensation payments by the Department of Labour.....	269,900	
	276,799,259	
Less:		
Value of mail and other services provided free of charge to other government departments.....	4,792,500	272,006,759
Net operating deficit.....		\$ 34,468,173

Appendix 2

POST OFFICE WORKING CAPITAL ADVANCE

Statement of operations for the year ended March 31, 1966

Sales.....		523,533
Cost of goods sold—		
Inventory as at March 31, 1965.....	271,442	
Purchases.....	561,409	
	832,851	
Less: Inventory as at March 31, 1966.....	309,865	522,986
Net profit for the fiscal year transferred to Non-Tax Revenue—Return on investments.....		\$ 547
Balance as at March 31, 1966		
Inventory.....	309,865	
Less: Accounts payable.....	6,573	
		\$ 303,292

1965-66

PUBLIC ACCOUNTS

•

PRIVY COUNCIL

•

Details of

EXPENDITURES AND REVENUES

•

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PRIVY COUNCIL

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, by P.C. 1965-2281 December 22 1965, the Governor General in Council transferred from the Minister of Justice the powers, duties and functions under the Combines Investigation Act, the control or supervision of the Restrictive Trade Practices Commission and the Office of the Director of Investigation and Research to the President of the Queen's Privy Council for Canada; and by P.C. 1965-2282 December 22, 1965 transferred the powers, duties and functions of the Minister of Justice under the Trade Marks Act to the President of the Queen's Privy Council for Canada and named him as Minister to administer the Copyright Act, Patent Act, Industrial Design and Union Label Act and the Timber Marking Act, for which funds were provided in Department of Secretary of State Vote 20.

In accordance with the usual practice, the details of both 1965-66 and 1964-65 expenditures and revenues are shown under the Department to which the transfer was made.

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
34· 2	Stat.	The Prime Minister's salary and motor car allowance.....	27,000 00	27,000 00	27,000 00
34· 3	1	Maintenance and operation of the Prime Minister's residence.....	36,200 00	34,017 79	28,841 36
PRIVY COUNCIL OFFICE					
34· 3	Stat.	President of the Privy Council—Salary and motor car allowance.....	16,999 92	16,999 92	17,000 00
Ministers without portfolio—					
34· 3	5	Payment to each member of the Queen's Privy Council for Canada who is a Minister for whom no salary or allowance in addition to the allowances under section 33 and section 44 of the Senate and House of Commons Act is provided of a salary of \$7,500 per annum and pro rata for any period less than a year.....	7,500 00	5,504 03	6,068 56
34· 3	Stat.	Motor car allowances.....	3,467 60	3,467 60	3,618 18
34· 3	Stat.	Allowance to former Prime Minister.....	16,666 92	16,666 92	16,667 00
34· 3	10	General administration.....	1,499,400 00	1,431,796 20	1,029,846 24
34· 4	15	Expenses of the Royal Commissions listed in the details of the Estimates.....	3,488,200 00	3,429,166 12	3,339,530 07
34· 14		Transfer from Department of Justice—Vote 5 Combines Investigation Act administration.....	859,000 00	825,222 49	707,233 91
34· 15		Transfer from Department of Secretary of State—Vote 20 Patent Division, Copyright and Industrial Designs Division and Trade Marks office.....	3,335,300 00	3,192,037 26	2,899,506 31
<i>Expenditures from appropriations not required for 1965-66.....</i>					100,000 00
Total.....			<u>\$ 9,289,734 44</u>	<u>\$ 8,981,878 33</u>	<u>\$ 8,175,311 63</u>

Salary of Prime Minister, the Rt Hon L B Pearson, Salaries Act, c. 243, R.S., as amended	(1)	\$ 25,000
Motor car allowance to Prime Minister, c. 249, R.S., as amended.....	(2)	<u>\$ 2,000</u>

The Rt Hon L B Pearson received travelling expenses of \$4,061 charged to Vote 10 and \$196 charged to External Affairs Vote 1.

Vote 1 Maintenance and operation of the Prime Minister's residence.....	36,200
Expenditures.....	\$ 34,018

	Estimates	Allotments	Expenditures
Salaries and wages.....\$ 20,600			
Transfer from Department of Finance Vote 15 contingencies..... 3,700			
	(1) 24,300	21,600	19,465
Office stationery, supplies and equipment.....	(11) 300		
Uniforms.....	(12) 300	215	213
Other materials and supplies (food).....	(12) 6,000	8,085	8,040
Entertainment expenses.....	(22) 5,000	6,144	6,144
Sundries.....	(22) 300	156	156
	<u>\$ 36,200</u>	<u>\$ 36,200</u>	<u>\$ 34,018</u>

The annual payment by the Prime Minister as required by section 5 of the Prime Minister's Residence Act c. 216, R.S., as amended, for food and lodging for himself and his family was credited to non-tax revenue—miscellaneous.

PRIVY COUNCIL OFFICE

Salary of President of the Privy Council, c. 243, R.S., as amended.....	(1) \$ 15,000
Motor car allowance, c. 249, R.S., as amended.....	(2) \$ 2,000

The above amounts were paid to: Hon G J McIlraith for the period April 1 to July 6, 1965, \$4,524; Hon G Favreau for the period July 7, 1965 to March 31, 1966, \$12,476.

Vote 5 Ministers without portfolio—Payment, notwithstanding anything in the Financial Administration Act or the Senate or House of Commons Act respecting the independence of Parliament, to each member of the Queen's Privy Council for Canada who is a Minister for whom no salary or allowance in addition to the allowances under section 33 and section 44 of the Senate and House of Commons Act is provided (the acceptance of which shall not render such member ineligible or disqualify him as a member of the House of Commons) of a salary of \$7,500 per annum and pro rata for any period less than a year.....	7,500
Expenditures.....	(1) \$ 5,504

The above amount was paid to: Hon J L Pepin for the period July 7 to December 17, 1965, \$3,347; Hon J Turner for the period December 18, 1965 to March 31, 1966, \$2,157.

Senator J J Connolly received travelling expenses of \$3,570; Hon J L Pepin, \$285; Hon J Turner, \$295, all charged to Vote 10.

Ministers without portfolio—Motor car allowances, c. 249, R.S., as amended.....	(2) \$ 3,468
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Payments were made to: Senator J J Connolly for the period April 1, 1965 to March 31, 1966, \$2,000; Hon J L Pepin for the period July 7 to December 17, 1965, \$893 and Hon J Turner for the period December 18, 1965 to March 31, 1966, \$575.

Allowance to former Prime Minister, Rt Hon L St Laurent, c. 249, R.S., as amended.....	(2) \$ 16,667
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Vote 10 General administration.....	1,098,400
10b.....	257,000
10d To extend the purposes of Privy Council Vote 10 of the Main Estimates for 1965-66 to include the expenses of a pilot program, undertaken by volunteers, to advance social and economic development in community affairs and to provide a further amount of.....	88,000
10e.....	37,000
Transfer from Department of Finance Vote 15 contingencies.....	19,000
	<u>1,499,400</u>
Expenditures.....	\$ 1,431,796

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 1,097,000			
Transfer from Department of Finance Vote 15 contingencies.....	19,000			
		(1) 1,116,000	1,069,000	1,040,011
Overtime.....		(1) 8,000	8,000	6,248
Allowances.....		(2) 5,900	5,900	4,563
A Professional and special services.....		(4) 58,500	78,500	78,262
Travelling expenses.....		(5) 50,000	60,000	58,718
Postage.....		(7) 1,000	1,000	750
Telephones, telegrams and other communication services.....		(8) 60,000	75,000	74,959
Office stationery, supplies and equipment.....		(11) 61,000	61,000	59,088
Expenses of federal-provincial conferences.....		(22) 18,000	18,000	15,239
A Expenses of the organizing committee of the Company of Young Canadians.....		(22) 30,000	47,000	45,963
Expenses of a pilot program, undertaken by volunteers, to advance social and economic development in community affairs.....		(22) 88,000	73,000	45,043
Sundries.....		(22) 3,000	3,000	2,952
		<u>\$ 1,499,400</u>	<u>\$ 1,499,400</u>	<u>\$ 1,431,796</u>

J Davis, Parliamentary Secretary, received travelling expenses of \$2,866.

A Payments by services with individual payments of \$2,000 or over were:

Consultant services \$51,548—Canadian Welfare Council Ottawa \$19,130, W G Dixon Vancouver \$4,300, L P Dugal Ottawa \$2,125, H J Lawford Kingston Ont \$9,368, H B McKinnon Ottawa \$14,500, J R Weir Winnipeg \$2,125.

Research \$12,474—J Newman Ottawa \$2,125, S Ross Ottawa \$4,832, Strathmere Associates (A R Sim) North Gower Ont \$2,300, J E Woolfrey Toronto \$3,217.

Miscellaneous \$30,197—S G S Goodings Ottawa \$7,403, D H Lawrence Winnipeg \$2,208, C P Mackie Winnipeg \$5,575, W M McWhinney Ottawa \$2,571, Nathaniel Hughson Institute Hamilton Ont \$3,000, W Pelletier Ottawa \$2,709, J W Snell Toronto \$2,731, Student Union for Peace Action Toronto \$4,000.

Vote 15 Expenses of the Royal Commissions as listed in the details of the Estimates and the expenses of the preparatory committee on collective bargaining in the public service.....

15b..... 233,900

15e..... 150,000

Expenditures..... \$ 3,488,200

\$ 3,429,166

Expenses of the Royal Commission on health services

	Estimates	Allotments	Expenditures
Expenses..... (22) \$	196,800	\$ 147,300	\$ 143,689

P.C. 1961-883, June 20, 1961, and P.C. 1962-1208, Aug. 29, 1962 authorized the appointment of E M Hall, as chairman, D M Baltzan, O J Firestone, A Girard, C L Strachan, A F Van Wart, as commissioners under Part I of the Inquiries Act, to inquire into and report upon the existing facilities and the future need for health services for the people of Canada and the resources to provide such services, and to recommend such measures, consistent with the constitutional division of legislative powers in Canada, as the commissioners believe will ensure that the best possible health care is available to all Canadians and, in particular, without restricting the generality of the foregoing, the said commissioners shall inquire into and report upon:

- the existing facilities and methods for providing personal health services including prevention, diagnosis, treatment and rehabilitation;
- methods of improving such existing health services;
- the correlation of any new or improved program with existing services with a view to providing improved health services;
- the present and future requirements of personnel to provide health services;
- methods of providing adequate personnel with the best possible training and qualifications for such services;
- the present physical facilities and the future requirements for the provision of adequate health services;
- the estimated cost of health services now being rendered to Canadians, with projected costs of any changes that may be recommended for the extension of existing programs or for any new programs suggested;

- (h) the method of financing health care services as presently sponsored by management, labour, professional associations, insurance companies or in any other manner;
- (i) the methods of financing any new or extended programs which may be recommended;
- (j) the relationship of existing and any recommended health care programs with medical research and the means of encouraging a high rate of scientific development in the field of medicine in Canada;
- (k) the feasibility and desirability of priorities in the development of health services; and
- (l) such other matters as the commissioners deem appropriate for the improvement of health services to all Canadians.

P.C. 1961-33/1005, July 13, 1961, authorized payment to E M Hall, chairman, of (a) a \$50 per diem living allowance while absent from his normal place of residence in connection with his duties with the Commission; and (b) actual out-of-pocket transportation expenses incurred while absent from his normal place of residence in connection with his duties with the Commission.

P.C. 1961-34/1005, July 13, 1961, authorized payments to each commissioner of (a) an amount not exceeding \$100 per day for each day during which each is engaged in performing duties as a commissioner; (b) a per diem living allowance of \$20 while absent from his normal place of residence in connection with his duties as a commissioner; and (c) actual and reasonable out-of-pocket transportation expenses incurred while absent from his normal place of residence in connection with his duties as a commissioner.

A classification of expenditures follows:

Full time employees.....	73,696
Terminable allowances.....	400
Group surgical-medical insurance.....	208
Press news services.....	476
Professional and special services.....	1,205
Travelling expenses.....	1,464
Freight.....	18
Postage.....	6
Telephones.....	1,785
Telegrams.....	5
Purchase of publications.....	130
Printing office forms, etc.....	62,114
Stationery and office supplies.....	1,992
Sundry supplies and services.....	6
Local transportation costs.....	184
	<u>\$ 143,689</u>

There were no per diem or living allowance payments made during the year.

Expenses of the Royal Commission on taxation

	Estimates	Allotments	Expenditures
Expenses..... (22)	\$ 310,000	\$ 570,000	\$ 568,760

P.C. 1962-1334, September 25, 1962 authorized the appointment of K Le M Carter as chairman, and A E Beauvais, D G Grant, S M Milne, J H Perry, and C E Walls as commissioners under Part I of the Inquiries Act, to inquire into and report upon the incidence and effects of taxation imposed by Parliament, including any changes made during the currency of the inquiry, upon the operation of the national economy, the conduct of business, the organization of industry and the positions of individuals; and to make recommendations for improvements in the tax laws and their administration that may be consistent with the maintenance of a sufficient flow of revenue; and without restricting the generality of the foregoing, the Commission shall consider and report upon:

- (a) the distribution of burdens among taxpayers resulting from existing rates, exemptions, reliefs and allowances provided in the personal and corporation income taxes, estate taxes and sales and excise taxes, taking into account also the jurisdiction and practices of the provinces and municipalities;
- (b) the effects of the tax system on employment, living standards, savings and investments, industrial productivity, and economic stability and growth;
- (c) provisions in existing laws which may have given rise over the years to anomalies or inequities or which may require action to close loopholes which permit the use of devices to avoid fair taxation;
- (d) the effects of the income, sales and excise taxes and estate duties on income and investment flows which affect the balance of international payments and economic relations with other countries;
- (e) the means whereby the tax laws can best be formulated to encourage Canadian ownership of Canadian industry without discouraging the flow of investment funds into Canada;
- (f) the changes that may be made to achieve greater clarity, simplicity and effectiveness in the tax laws or their administration; and
- (g) such other related matters as the commissioners consider pertinent or relevant to the specific or general scope of the inquiry.

P.C. 1962-33/1535, October 26, 1962 authorized payments to each commissioner of (a) an amount not exceeding \$100 per day for each day during which he is engaged in performing his duties as a commissioner; (b) a per diem living allowance of \$20 to each commissioner while absent from his normal place of residence in connection with his duties as a commissioner; and (c) actual and reasonable out-of-pocket transportation expenses, incurred while absent from his normal place of residence in connection with his duties as a commissioner.

P.C. 1963-14/1632, November 7, 1963 amended P.C. 1962-33/1535, in so far as K Le M Carter (chairman) was concerned and provided payment effective for the period from October 1, 1963 to September 30, 1964 of: (a) a rental allowance of \$300 per month for a furnished apartment in Ottawa; (b) a per diem living allowance of \$10 for each day spent in Ottawa or a per diem living allowance of \$20 while absent from Toronto or Ottawa in connection with his duties as a commissioner; and (c) actual and reasonable out-of-pocket transportation expenses incurred while absent from Toronto or Ottawa in connection with his duties as a commissioner.

A classification of expenditures follows:

	Full time employees.....	168,642
A	Commissioners' honoraria.....	59,308
	Salary and allowances of government employees for duty with the royal commission.....	15,249
	Group surgical-medical insurance.....	341
	Press news services.....	160
B	Professional and special services.....	265,548
C	Travelling expenses.....	26,251
	Freight.....	95
	Postage.....	1,596
	Telephones.....	6,575
	Telegrams.....	63
	Purchase of publications.....	1,050
	Printing, office forms, etc.....	54
	Stationery and office supplies.....	6,428
	Purchase and repairs, office equipment.....	1,062
	Entertainment.....	105
	Sundry supplies and services.....	62
	Local transportation costs.....	156
	Computations and tabulations.....	16,015
		<u>\$ 568,760</u>

A Commissioners receiving payments at per diem rate of \$100 were: A E Beauvais, K Le M Carter, D G Grant, S M Milne, J H Perry, C E S Walls.

B Payments by services with individual payments of \$2,000 or over were:

Consultant services \$48,157—Blake Cassels and Graydon (J B Tinker) Toronto \$29,700; J Bossons Pittsburg Pa USA \$13,149; T A Wilson Cambridge Mass USA \$5,308.

Data processing \$14,638—Computing Devices of Canada Ltd Ottawa \$2,052; National Computing Services Toronto \$7,162; University of Toronto Toronto \$5,424.

Legal services \$96,148—C C H Canadian Ltd (H Perrigo) Don Mills Ont \$3,391; J M Coyne Toronto \$2,300; C F Farwell Toronto \$3,345; Hanson Gilbert and Mockler (E J Mockler) Fredericton \$7,650; W J Hulbig Montreal \$15,325; J L Stewart Toronto \$48,939; T A Sutherland Toronto \$15,198.

Research studies \$106,605—Canadian Broadcasting Corporation (G Audcent) Ottawa \$7,241; G R Conway Toronto \$21,570; D G Hartle Toronto \$25,760; W F Martin Ottawa \$10,100; McDonald Currie and Co (D Beach) Toronto \$2,700; (R Janes) Ottawa \$3,806; (D Y Timbrell) Toronto \$1,350; D McDougall Lafayette Ind USA \$6,400; G McGregor Toronto \$13,500; Price Waterhouse and Co (A E Thompson) Toronto \$5,298; D J Sherbaniuk Toronto \$8,880.

C Living allowance at per diem rate of \$20 and transportation expenses were paid to: commissioners—A E Beauvais, K Le M Carter, D G Grant, D G Hartle, W F Martin, D McDougall, S M Milne, J H Perry, T A Wilson.

Expenses of the Royal Commission on pilotage

	Estimates	Allotments	Expenditures
Expenses..... (22)	\$ 212,800	\$ 155,800	\$ 147,874

P.C. 1962-1575, November 1, 1962 authorized the appointment of Y Bernier, as chairman, and R K Smith and H A Renwick as commissioners under Part I of the Inquiries Act, to inquire into and report upon the problems relating to marine pilotage provided in Canada, more particularly under the Canada Shipping Act, and to recommend the changes, if any, that should be made in the pilotage system now prevailing, having regard to safety or navigation, development of shipping and commerce, the interest of pilots, shipowners, masters and the public generally; and in particular, without restricting the generality of the foregoing, the Commission shall consider and report upon:

(a) the extent and nature of marine pilotage requirements, including compulsory pilotage, compulsory payment of pilotage dues and the granting of exceptions;

(b) the duties, responsibilities and status of marine pilots; and

- (c) the adequacy of the organizational structure provided in the Canada Shipping Act for the administration regulations and financing of pilotage, taking into consideration such factors as the provision of pilotage services, the determination, collection and disposal of pilotage dues, and the entry into service, technical standards, conduct, income, welfare and pension arrangements of pilots.

P.C. 1962-19/1758, December 13, 1962 authorized payment to Y Bernier, chairman, of (a) a per diem living allowance of \$50 while absent from his normal place of residence in connection with his duties with the Commission; (b) actual and reasonable out-of-pocket transportation expenses incurred while absent from his normal place of residence in connection with his duties with the Commission; (c) authorized payment to R K Smith and H A Renwick, an amount not exceeding \$100 per day for each day during which they are engaged in performing duties as commissioners; (d) a per diem allowance of \$20 each while absent from their normal places of residence in connection with their duties as commissioners; and (e) actual and reasonable out-of-pocket transportation expenses incurred while absent from their normal places of residence in connection with their duties as commissioners.

A classification of expenditures follows:

	Full time employees.....	58,945
A	Commissioners' honoraria.....	9,525
	Terminable allowances.....	5,096
B	Legal services.....	17,775
	Group surgical-medical insurance.....	191
	Press news services.....	10
	Outside reporting services.....	970
B	Professional and special services.....	27,688
C	Travelling expenses.....	23,692
	Postage.....	66
	Telephones.....	2,283
	Telegrams.....	28
	Purchase of publications.....	337
	Printing, office forms etc.....	224
	Stationery and office supplies.....	990
	Purchase and repairs, office equipment.....	14
	Sundry supplies and services.....	36
	Local transportation costs.....	4
		<hr/>
		\$ 147,874

A Commissioners receiving payments at per diem rate of \$100 were: H A Renwick and R K Smith.

B Payments by services with individual payments of \$2,000 or over were:

Research studies \$10,800—A J Heenan Ottawa \$10,800.

Consultant services \$12,688—J Kates and Associates Toronto \$10,688; R Lowery Montreal \$2,000.

Legal services \$17,775—M Jacques Quebec \$10,875; L A Mollot Hull Que \$6,900.

C Living allowance and transportation expenses were paid to: Y Bernier, chairman, at per diem rate of \$50; H A Renwick and R K Smith, commissioners, at per diem rate of \$20.

Travelling expenses of \$1,000 or over were: M Jacques \$2,315.

Expenses of the Royal Commission on bilingualism and biculturalism

	Estimates	Allotments	Expenditures
Expenses..... (22)	\$ 2,485,000	\$ 2,299,000	\$ 2,298,765

P.C. 1963-1106 July 19, 1963 authorized the appointment of A Laurendeau and D Dunton as co-chairmen, and C Cormier, R Frith, J L Gagnon, G Laing, J Marchand, J B Rudnycky, F Scott and P Wyczynski as commissioners under Part I of the Inquiries Act, to inquire into and report upon the existing state of bilingualism and biculturalism in Canada and to recommend what steps should be taken to develop the Canadian confederation on the basis of an equal partnership between the two founding races, taking into account the contribution made by the other ethnic groups to the cultural enrichment of Canada and the measures that should be taken to safeguard that contribution; and in particular

- to report upon the situation and practice of bilingualism within all branches and agencies of the federal administration—including Crown corporations—and in their communications with the public and to make recommendations designed to ensure the bilingual and basically bicultural character of the federal administration;
- to report on the role of public and private organizations, including the mass communications media, in promoting bilingualism, better cultural relations and a more widespread appreciation of the basically bicultural character of our country and of the subsequent contribution made by other cultures; and to recommend what should be done to improve that role; and
- having regard to the fact that constitutional jurisdiction over education is vested in the provinces, to discuss with the provincial governments the opportunities available to Canadians to learn the English and French languages and to recommend what could be done to enable Canadians to become bilingual.

P.C. 1963-31/1406, September 26, 1963 authorized payment to each commissioner of (a) an amount not exceeding \$100 per day for each day during which they are engaged in performing their duties as commissioners; (b) a per diem living allowance of \$20 to each commissioner while absent from their normal places of residence in connection with their duties as commissioners; and (c) actual and reasonable out-of-pocket transportation expenses for which the usual detailed accounts will be submitted, incurred by each commissioner while absent from their normal places of residence in connection with their duties as commissioners.

A classification of expenditures follows:

	Full time employees.....	1,139,882
A	Commissioners' honoraria.....	113,401
	Terminable allowances.....	12,192
	Legal services.....	12
	Group surgical-medical insurance.....	1,225
	Press news services.....	1,877
	Outside reporting services.....	19,367
B	Professional and special services.....	706,379
C	Travelling expenses.....	136,502
	Freight.....	980
	Postage.....	7,452
	Telephones.....	30,457
	Telegrams.....	1,053
	Purchase of publications.....	6,361
	Advertising.....	6,878
	Printing, office forms etc.....	30,378
	Stationery and office supplies.....	25,993
	Purchase and repairs, office equipment.....	27,364
	Entertainment.....	565
	Sundry supplies and services.....	14,204
	Local transportation costs.....	2,480
	Rentals.....	5,585
	Other allowances.....	8,178
		<u>\$ 2,298,765</u>

A Commissioners receiving payments at per diem rate of \$100 were: C Cormier, A D Dunton, R Frith, J L Gagnon, G Laing, A Laurendeau, J Marchand, J B Rudnyckyj, F R Scott, and P Wyczynski.

B Contracts (1964-65): L'Ecole des Hautes Etudes Commerciales and McGill University Graduate School of Business Montreal \$114,000, expenditures \$19,000, to date \$95,000; Le Groupe de Recherche Sociale Montreal \$114,036, expenditures \$38,012, to date \$114,036 (final); Universite de Montreal and McGill University Graduate School of Business Montreal \$125,500, expenditures \$20,950, to date \$104,550.

Payments by services with individual payments of \$2,000 or over were:

Data processing \$116,816—Government of Canada—Dominion Bureau of Statistics \$31,771, Department of Trade and Commerce \$18,953; Universite de Montreal Montreal \$14,248; S M A Incorporated Montreal \$51,844.

Research studies \$355,118—N B Baird Don Mills Ont \$2,280; R Baudry Paris France \$3,200; G Bergeron Quebec \$7,922; J Boissevain Montreal \$4,800; G Bourassa Montreal \$12,290; P C Briant Montreal \$14,470; J Bruce Toronto \$2,055; M Brunet Montreal \$2,000; J Cadieux Moncton N B \$4,481; C Carisse Montreal \$11,115; Centre de Recherche et d'Information Socio-Politique Brussels Belgium \$7,236; S D Clarke Toronto \$5,050; J N Cloete Pretoria South Africa \$3,850; R Cook Toronto \$5,482; R Dehem Quebec \$3,350; R De Lagarde Quebec \$9,914; M Despland et L Balthazar Montreal \$8,223; M S Donnelly Winnipeg \$6,046; F W Gibson Kingston Ont \$3,600; D R Gordon Edmonton \$5,355; R Gregor Toronto \$3,000; Group Resources Consultant Services Calgary Alta \$33,222; C W Hobart Edmonton \$3,851; R Hurtubise Montreal \$4,400; Institut de Recherches en Sciences Sociales Montreal \$3,000; Institute of Entrepreneurial History Montreal \$8,885; L Isabelle Ottawa \$7,800; G Jolicoeur Quebec \$7,105; N Kattan Montreal \$2,000; G Lalande Montreal \$13,100; M La Terreur Ottawa \$2,950; L'Universite Laval Quebec \$20,416; K McNaught Toronto \$2,000; McGill University Montreal \$30,280; J Meynaud Lausanne Switzerland \$3,400; L Painchaud Sherbrooke Que \$3,200; A Patry Outremont Que \$7,650; J D Peter Madison Wis USA \$2,000; P Regenstreif Rocher NY USA \$17,878; M Rioux Montreal \$4,870; T Romer Montreal \$2,091; L Sabourin Ottawa \$5,000; J L Sadie Stellenbosch South Africa \$3,226; C A Sheppard Montreal \$19,515; R Soucie Moncton N B \$5,040; H G Thorburn Kingston Ont \$8,341; University of Toronto Toronto \$5,000; M Trudel Quebec \$3,179.

Reporting services \$17,698—Angus Stonehouse and Co Ltd Toronto \$17,698.

Translation services \$9,373—Conference Enterprises Incorporated Pointe Claire Que \$9,373.

C Living allowance at per diem rate of \$20 and transportation expenses were paid to: commissioners—C Cormier, A D Dunton, R Frith, J L Gagnon, G Laing, A Laurendeau, J Marchand, J B Rudnyckyj, F R Scott, P Wyczynski; members—J Brazeau, M Chevalier, Y Corbeil, L Dion, D Easton, J Ethier-Blais, J Lariviere, W MacKey, J Meisel, A Raynauld.

Travelling expenses of \$1,000 or over were: M Brownstone \$1,364, H S Crowe \$1,938, J David \$3,876, C Desjardins \$2,141, P Findlay \$1,796, S D Gagne \$2,203, O Hall \$3,042, T Krukowski \$1,794, L B Lacombe \$1,791, P Lacoste \$1,714, D D McRae \$2,096, T Miljan \$1,161, N M Morrison \$1,899, M Oliver \$5,734, L Orlikow \$1,088, C H Roy \$1,462, A Stinson \$1,599, J Taylor \$2,175, L P Valiquet \$1,081, E Van Every \$1,021, I M Varjassy \$2,125, N Walmsley \$1,013.

Expenses of the preparatory committee on collective bargaining in the public service

		Estimates	Allotments	Expenditures
Salaries and wages.....	(1)	41,000	34,600	32,081
Professional and special services.....	(4)	1,500	1,500	500
Travelling and removal expenses.....	(5)	3,400	3,400	3,151
Telephones and telegrams.....	(8)	800	800	499
Office stationery, supplies and equipment.....	(11)	1,000	7,000	5,370
Sundries.....	(22)	900	1,300	948
		<u>\$ 48,600</u>	<u>\$ 48,600</u>	<u>\$ 42,549</u>

Expenses of Commission under Part I of the Inquiries Act to inquire into and report upon the circumstances surrounding the crash of an Air Canada aircraft at Ste Therese, Quebec, on November 29, 1963

		Estimates	Allotments	Expenditures
Expenses.....	(22)	\$ 5,000	\$ 15,000	\$ 14,968

P.C. 1964-1544, October 8, 1964, authorized the appointment of the Hon G S Challies, Associate Chief Justice of the Superior Court of Quebec, as commissioner under Part I of the Inquiries Act, to inquire into and report upon the circumstances surrounding the crash of a Douglas DC 8F aircraft, Registration CF-T J N, at Ste Therese Que on the 29th day of November, 1963, when on a flight from Montreal to Toronto and more particularly, and without restricting the generality of the foregoing, upon:

- (a) the cause or causes that occasioned or may have occasioned the crash; and
- (b) whether the crash was occasioned by any breach or breaches of the Aeronautics Act or the Air Regulations or any order or direction made pursuant thereto.

Expenses of Commission under Part I of the Inquiries Act to inquire into and report upon the problems relating to the future of the aircraft overhaul base maintained by Air Canada at Winnipeg International Airport

		Estimates	Allotments	Expenditures
Expenses.....	(22)	\$ 10,000	\$ 13,100	\$ 13,084

P.C. 1964-857, June 11, 1964, authorized the appointment of D A Thompson, as commissioner, under Part I of the Inquiries Act, to inquire into and report upon the problem relating to the future of the aircraft overhaul base maintained by Air Canada at Winnipeg International airport and into the possibility of maintaining and increasing employment at the said base and in particular and without limiting the generality of the foregoing, the commissioner shall consider and report upon:

- (a) the report prepared for Air Canada by Dixon-Speas Associates on the overhaul, stores and base facilities at Winnipeg and Montreal International airports, including the examination of the working papers used in the preparation of the said report and the examination of Dixon-Speas Associates and of the officers of Air Canada and the Government of Canada who participated in or provided information for the preparation of the report;
- (b) the Wallace Clark Report and supporting material on the relative cost of providing overhaul and maintenance facilities for DC-8 Jets and Vikings at Montreal as against the cost of providing such facilities at Winnipeg;
- (c) the plans of Air Canada for the future of the overhaul and maintenance base of Air Canada at Winnipeg and Montreal International airports;
- (d) the practicability of using the Winnipeg aircraft overhaul base of Air Canada for the overhaul and maintenance of all, or part, of the new DC-9 or other aircraft which Air Canada may acquire, including a review of the developments which have occurred since the Dixon-Speas Report and which would affect the possible use of the said base for the overhaul and maintenance of DC-9, Vanguard or Viscount aircraft;

- (e) the future of aircraft overhaul and maintenance facilities at Winnipeg and, in particular, of the facilities of Air Canada at Winnipeg, in the light of the announced intention of the Government of Canada to encourage the development of regional air carriers and to seek increased Canadian participation in international air traffic; and
- (f) relevant matters which may in the course of the inquiry arise or develop and which, in the opinion of the commissioner, should be included within the scope of the inquiry and report.

A classification of expenditures follows:

Outside reporting services.....	551
A Professional and special services.....	11,707
Travelling expenses.....	566
Telephones.....	31
Telegrams.....	3
Advertising.....	189
Printing, office forms etc.....	22
Stationery and office supplies.....	15
	<u>\$ 13,084</u>

A Payments by services with individual payments of \$2,000 or over were:

Consultant services \$4,340—R E Moffat Winnipeg \$4,340.

Expenses of Commission under Part I of the Inquiries Act to inquire into and report upon the export marketing problems of the Salt Fish Industry in the Atlantic Provinces

	Estimates	Allotments	Expenditures
Expenses..... (22)	\$ 10,000	\$ 12,900	\$ 12,786

P.C. 1964-1672, October 29, 1964 authorized the appointment of Dr D B Finn, Rome, Italy, as commissioner to inquire into the report upon the export marketing problems of the salt fish industry in the Atlantic Provinces and, in particular, and without limiting the generality of the foregoing, to consider and report upon:

- the advisability of establishing a Sales Agency or Board to control exports of cured fish from the Atlantic provinces, having regard to:
 - the market demand for, and competition among different forms of utilization for landings of cod and other species;
 - the competition that exists between salted cod and other salt fish products in world markets, and
 - ways and means of improving the efficiency of the salt fish industry and of increasing returns to primary producers in context of the overall economic development of the area;
- relevant matters which may in the course of the inquiry arise or develop and which, in the opinion of the commissioner, should be included within the scope of the inquiry report.

Expenses of Commission under Part I of the Inquiries Act to inquire into allegations of improper conduct on the part of public officials in connection with extradition proceedings concerning Lucien Rivard

	Estimates	Allotments	Expenditures
Expenses..... (22)	\$ 40,000	\$ 52,000	\$ 51,646

P.C. 1964-1819, November 25, 1964 as amended by P.C. 1964-1820, November 27, 1964 appointed the Hon F Dorion, Chief Justice of the Superior Court of the Province of Quebec, a commissioner under Part I of the Inquiries Act, to inquire fully into allegations about any improper inducements having been offered to or improper pressures having been brought to bear on counsel acting upon an application for the extradition of one Lucien Rivard and all the relevant circumstances connected therewith, including the manner in which the Royal Canadian Mounted Police and any officer thereof and the Department of Justice and the Minister of Justice dealt with the allegations when they were brought to their attention, and in particular but without limiting the generality of the foregoing to consider fully the reports submitted to the Minister of Justice by the R.C.M.P. and the evidence laid before him in connection therewith and any further evidence elicited by or laid before the commissioner, and, if he considers that there is prima facie evidence of an offence in relation to the activities as an employee of the government or an officer of a department or any person involved in the allegations, to consider such other matters as may appear to the commissioner to be relevant, and to report fully thereon.

That the commissioner be authorized to exercise all the powers conferred upon him by section 11 of the Inquiries Act; adopt such procedures and methods as he may from time to time deem expedient for the proper conduct of the inquiry and sit at such times and at such places as he may decide from time to time; to engage the services of such counsel, staff and technical advisers as he may require at rates of remuneration and reimbursement approved by the Treasury Board; to report to the Governor in Council with all reasonable despatch and file with the Dominion Archivist the papers and records of the Commission as soon as reasonably may be after the conclusion of the inquiry.

A classification of expenditures follows:

A	Outside reporting services.....	5,238
A	Professional and special services.....	40,849
B	Travelling expenses.....	4,883
	Telephones.....	10
	Telegrams.....	19
	Printing, office forms etc.....	639
	Sundry supplies and services.....	8
		<u>\$ 51,646</u>

A Payments by services with individual payments of \$2,000 or over were:

Reporting services \$5,238—G O Boisjoly Quebec \$5,238.

Consultant services \$39,765—F Chapados Montreal \$6,450, J Deschenes Montreal \$2,260, A Desjardins Quebec \$6,460, L Y Fortier Montreal \$6,300, P Jobin Quebec \$6,075, A Sweatman Winnipeg \$6,070, A Villeneuve Quebec \$6,150.

B Living allowance and transportation expenses were paid to: Hon F Dorion, commissioner, at per diem rate of \$60, A Desjardins and N Henry at per diem rate of \$20.

Expenses of Commission under Part I of the Inquiries Act to inquire fully into and to investigate the charges of irregularities in the Federal Election of 1963

	Estimates	Allotments	Expenditures
Expenses..... (22)	\$ 20,000	\$ 20,000	\$ 14,107

P.C. 1965-372, March 2, 1965 authorized the appointment of the Hon N T Nemetz, Judge of the Supreme Court of British Columbia, a commissioner under Part I of the Inquiries Act to inquire fully into and to investigate the charges of irregularities in the federal election of 1963 made by Ormond Turner in the issue of the *Vancouver Province* of February 22, 1965, and in any other issues thereof, and to consider such other matters as may appear to the commissioner to be relevant and to report fully thereon.

That the commissioner be authorized to exercise all the powers conferred upon him by section 11 of the Inquiries Act; adopt such procedures and methods as he may from time to time deem expedient for the proper conduct of the inquiry and sit at such times and at such places as he may decide from time to time; to engage the services of such counsel, staff and technical advisers as he may require at rates of remuneration and reimbursement approved by Treasury Board; and to report to the Governor in Council with all reasonable despatch and file with the Dominion Archivist the papers and records of the Commission as soon as reasonably may be after the conclusion of the inquiry.

A classification of expenditures follows:

Outside reporting services.....	681
Professional and special services.....	11,647
Travelling expenses.....	281
Purchase of publications.....	45
Advertising.....	643
Printing, office forms etc.....	260
Stationery and office supplies.....	18
Sundry supplies and services.....	124
Rentals.....	408
	<u>\$ 14,107</u>

Expenses of Commission under Part I of the Inquiries Act to inquire into and report upon the marketing problems of the Freshwater Fish Industry in the Provinces of Ontario, Manitoba, Saskatchewan and Alberta and Northwest Territories

	Estimates	Allotments	Expenditures
Expenses..... (22)	\$ 40,000	\$ 40,000	\$ 27,686

P.C. 1965-1269, July 9, 1965 appointed George H McIvor, of the city of Montreal, Quebec, a commissioner under Part I of the Inquiries Act to inquire into and report upon the marketing problems of the freshwater fish industry in the Provinces of Ontario, Manitoba, Saskatchewan and Alberta and the Northwest Territories and, in particular, without limiting the generality of the foregoing, the commissioner should consider and report upon:

- (1) the nature of the factors which give rise to the weakness of prices for freshwater fish, particularly in the export market;
- (2) the possibility of better coordination of production and supply in relation to demand to achieve more orderly marketing;

- (3) the possibility and desirability of establishing an export monopoly to achieve more efficient marketing and thus provide better returns to primary producers, taking into consideration the proposals which have been before the Federal-Provincial Prairie Fisheries Committee; and
- (4) relevant matters which may in the course of the inquiry arise or develop and which, in the opinion of the commissioner, should be included within the scope of the inquiry and report.

That the commissioner be authorized to exercise all the powers set out in section 11 of the Inquiries Act; to engage the services of counsel, technical advisers, experts and staff as may be required, at rate of remuneration, including transportation and living expenses as may be approved by Treasury Board; adopt such procedures and methods as he may from time to time deem expedient for the proper conduct of the inquiry and sit at such times and at such places in Canada as he may decide from time to time; the commissioner be assisted to the fullest extent by government departments and agencies; to report to the Governor in Council and file with the Dominion Archivist the papers and records of the inquiry as soon as reasonably may be after conclusion of the inquiry.

P.C. 1965-27/1778, October 4, 1965 authorized payment to George H McIvor of a fee of \$100 per day, together with a per diem allowance of \$20, and actual transportation expenses, for which the usual detailed accounts will be submitted, incurred while in travel status away from his normal place of residence in connection with the conduct of the above-mentioned Royal Commission.

*Expenses of Commission under Part I of the Inquiries Act to inquire into the
Increases in Rates of Pay for Civil Servants in Group "D" announced by the
Government on July 16, 1965*

		Estimates	Allotments	Expenditures
Expenses.....	(22)	\$ 7,500	\$ 7,500	\$ 7,193

P.C. 1965-1350, July 23, 1965 authorized the appointment of His Honour Judge Jacob Carroll Anderson, of the City of Belleville, Province of Ontario, commissioner under Part I of the Inquiries Act, to inquire into the increases in rates of pay for civil servants in Group "D" announced by the government on July 16, 1965, including examination of all considerations which in the commissioner's view appear to be relevant in determining whether the increases so granted and the rates of pay so established are fair and reasonable, and to report thereon.

That the commissioner be authorized to exercise all the powers conferred upon him by section 11 of the Inquiries Act; adopt such procedures and methods as he may from time to time deem expedient for the proper conduct of the inquiry and sit at such times and at such places as he may decide from time to time; to engage the services of such counsel, staff and technical advisers as he may require at rates of remuneration and reimbursement approved by the Treasury Board; and report to the Governor in Council with all reasonable despatch, and file with the Dominion Archivist the papers and records of the Commission as soon as reasonably may be after the conclusion of the inquiry.

A classification of expenditures follows:

	Professional and special services.....	1,650
A	Travelling expenses.....	3,453
	Telegrams.....	339
	Printing, office forms etc.....	941
	Rentals.....	810
		<u>\$ 7,193</u>

A Living allowance and transportation expenses were paid to: Hon Judge J C Anderson, commissioner, at per diem rate of \$100; H Gargrave and R Presgrave at per diem rate of \$20.

*Expenses of Commission under Part I of the Inquiries Act to inquire into the
Post Office Department concerning grievances relating to work rules, codes of
discipline and other conditions of employment applying to non-supervisory
operating employees, exclusive of salaries*

		Estimates	Allotments	Expenditures
Expenses.....	(22)	\$ 70,000	\$ 70,000	\$ 49,661

P.C. 1965-1590, September 1, 1965 authorized the appointment of Mr Justice Andre Montpetit, Montreal, Quebec, commissioner under Part I of the Inquiries Act to inquire into the Post Office Department concerning grievances relating to work rules, codes of discipline and other conditions of employment applying to non-supervisory operating employees, exclusive of salaries; in doing so, to consult with officers of the department and of organizations representing employees; and, keeping in mind both the welfare of employees and the efficient operation of the postal service, to report thereon and to recommend such changes in existing practices as may be in the public interest.

That the commissioner be authorized to exercise all the powers conferred upon him by section 11 of the Inquiries Act; adopt such procedures and methods as he may from time to time deem expedient for the proper conduct of inquiry and sit at such times and at such places as he may decide from time to time; to engage the services of such counsel, staff and technical advisers as he may require at rates of remuneration and reimbursement approved by the Treasury Board; and report to the Governor in Council with all reasonable despatch, and file with the Dominion Archivist the papers and records of the Commission as soon as reasonably may be after the conclusion of the inquiry.

A classification of expenditures follows:

	Press news services.....	65
A	Outside reporting services.....	6,750
A	Professional and special services.....	13,034
B	Travelling expenses.....	28,576
	Postage.....	7
	Telephones.....	78
	Telegrams.....	8
	Purchase of publications.....	40
	Printing, office forms etc.....	304
	Stationery and office supplies.....	21
	Rentals.....	778
		<u>\$ 49,661</u>

A Payments by services with individual payments of \$2,000 or over were:

Reporting services \$19,784—Nethercut and Young Ltd Montreal \$19,784.

B Living allowance and transportation expenses were paid to: Justice A Montpetit, commissioner, at per diem rate of \$100, R Maione at per diem rate of \$25.

Travelling expenses of \$1,000 or over were paid as follows: Nethercut and Young Ltd (E Forsythe, P Grant, F J Nethercut, S Shamblau, E M Stewart, R J Young) \$5,596; H M Roney \$2,383.

Expenses of the Royal Commission on banking and finance

		Estimates	Allotments	Expenditures
Expenses.....	(22)	\$ 15,000	\$ 15,000	\$ 14,572

P.C. 1961-1484, October 18, 1961, authorized the appointment of D H Porter as chairman, and W T Brown, J D Gibson, G L Harrold, P H Leman, J C MacKeen, and W A Mackintosh as commissioners under Part I of the Inquiries Act, and authorized the appointment of N A Hampson as secretary of the Commission:

(a) to inquire into and report upon the structure and methods of the Canadian financial system, including the banking and monetary system and the institutions and processes involved in the flow of funds through the capital market; and

(b) to make recommendations

(i) for the improvement of the structure and operations of the financial system and, more particularly, (ii) concerning the Bank Act, the Bank of Canada Act, the Quebec Savings Banks Act, and other relevant federal legislation.

P.C. 1961-24/1666, November 23, 1961, authorized payment to D H Porter, chairman, of \$50 per diem living allowance while absent from his place of residence on commission business, plus actual transportation costs, and authorized payment to each commissioner of (a) an amount of \$100 for each day, plus allowances of \$20 per day while absent from his normal place of residence in connection with his duties as a commissioner; and (b) actual out-of-pocket transportation expenses incurred while absent from his normal place of residence in connection with his duties as a commissioner.

A classification of expenditures follows:

A	Professional and special services.....	2,750
	Printing, office forms etc.....	9,829
	Stationery and office supplies.....	1,993
		<u>\$ 14,572</u>

A Payments by services with individual payments of \$2,000 or over were:

Research studies \$2,250—J J Young Vancouver \$2,250.

Expenses of Commission under Part I of the Inquiries Act to inquire into the dealings of the Honourable Mr Justice Leo A Landreville with Northern Ontario Natural Gas Company Limited

		Estimates	Allotments	Expenditures
Expenses.....	(22)	\$ 17,500	\$ 22,000	\$ 21,826

P.C. 1966-128, January 19, 1966, authorized the appointment of Hon Ivan Cleveland Rand, of Moncton, in the Province of New Brunswick, as commissioner under Part I of the Inquiries Act, to inquire into the dealings of the Honourable Mr Justice Leo A Landreville with Northern Ontario Natural Gas Company Limited or any of its officers, employees or representatives, or in the shares of the said company, and to advise whether in the opinion of the commissioner, anything done by Mr Justice Landreville in the course of such dealings constituted misbehavior in his official capacity as a judge of the Supreme Court of Ontario, or whether the Honourable Mr Justice Landreville has by such dealings proved himself unfit for the proper exercise of his judicial duties.

That the commissioner be authorized to exercise all the powers conferred upon him by section 11 of the Inquiries Act; adopt such procedures and methods as he may from time to time deem expedient for the full, proper and fair conduct of the inquiry, including authority to sit at such times and at such places as he may decide from time to time; to engage the services of such counsel and staff as he may require at rates of remuneration and reimbursement approved by the Treasury Board; and to report to the Governor in Council with all reasonable despatch.

A classification of expenditures follows:

Full time employees.....	67
Commissioners' honoraria.....	10,500
A Professional and special services.....	6,469
B Travelling expenses.....	4,416
Telegrams.....	2
Purchase of publications.....	372
	<u>\$ 21,826</u>

A Payments by services with individual payments of \$2,000 or over were:

 Legal services \$5,500—W G Morrow Edmonton \$5,500.

B Living allowance and transportation expenses were paid to: Hon I C Rand, commissioner, H R Huxley and W G Morrow at per diem rate of \$25.

Total Vote 15.....	<u>\$ 3,488,200</u>	<u>\$ 3,488,200</u>	<u>\$ 3,429,166</u>
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TRANSFER FROM DEPARTMENT OF JUSTICE

Vote 5 Combines Investigation Act—Administration.....	837,500
Transfer from Department of Finance Vote 15 contingencies.....	21,500
	<u>859,000</u>
Expenditures.....	<u>\$ 825,222</u>

Total revenue arising from the above expenditures amounted to \$5,523.

Restrictive Trade Practices Commission

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$94,000			
Transfer from Department of Finance Vote 15 contingencies.....	1,000			
		(1) 95,000	97,200	97,121
A Fees and expenses of legal counsel, accountants, special assistants, reporters and witnesses.....		(4) 11,000	8,200	4,604
Travelling expenses.....		(5) 9,000	9,000	5,884
Freight, express and cartage.....		(6) 150	440	429
Postage.....		(7) 250	250	250
Telephones and telegrams.....		(8) 1,200	1,560	1,554
Office stationery, supplies and equipment.....		(11) 2,800	2,800	2,365
Sundries.....		(22) 200	150	33
		<u>\$ 119,600</u>	<u>\$ 119,600</u>	<u>\$ 112,240</u>

A Payments by services with individual payments of \$2,000 or over were:

 Court reporters \$4,172—D Baker Ottawa \$2,671.

Office of Investigation and Research

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 550,000			
Transfer from Department of Finance Vote 15 contingencies.....	20,500			
A Fees and expenses of legal counsel, reporters, witnesses and other special assistants.....	(1)	570,500	512,500	501,063
Travelling expenses.....	(4)	100,000	140,000	188,922
Freight, express and cartage.....	(5)	28,000	36,500	34,621
Postage.....	(6)	300	500	443
Telephones and telegrams.....	(7)	400	400	400
Publication of departmental reports and other material.....	(8)	5,100	8,000	7,902
Office stationery, supplies and equipment.....	(9)	15,000	15,900	5,260
Unemployment insurance contributions and other benefits.....	(11)	19,000	24,500	23,414
Sundries.....	(21)	100	100	57
	(22)	1,000	1,000	900
		\$ 739,400	\$ 739,400	\$ 712,982

Revenues arising from the above expenditures amounted to \$5,523 and consisted of *Services and service fees* \$823—transcript fees \$823; *Miscellaneous* \$4,700—fines and prosecutions \$4,650, sundries \$50.

A Payments by services with individual payments of \$2,000 or over were:

Legal services \$104,333—G D Blair Ottawa \$12,198, L C Braham Vancouver \$4,260, H G Chappell Toronto \$7,262, N German Calgary Alta \$13,885, J V Lawer Toronto \$2,871, B J MacKinnon Toronto \$8,506, A J MacLennan Vancouver \$20,825, A Maloney Toronto \$3,092, J Martineau Montreal \$3,130, S L Robins Toronto \$2,807, H A White Vancouver \$3,590.

Court reporters \$11,460—F Luet Toronto \$2,428, Nethercut & Young Ltd Toronto \$7,437.

Special assistants \$20,518.

Total Vote 5.....	\$ 859,000	\$ 859,000	\$ 825,222
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TRANSFER FROM DEPARTMENT OF SECRETARY OF STATE

Vote 20 Patent Division, Copyright and Industrial Designs Division and Trade Marks Office including contributions to the International Office for the Protection of Literary and Artistic Works and the International Office for the Protection of Industrial Property and authority for the Governor in Council, notwithstanding the Patent Act, to prescribe the fees payable for the registration of assignments and other documents which fees shall be deemed for the purposes of the Patent Act to be the fees set forth in section 75 thereof	3,171,900
Transfer from Department of Finance Vote 15 contingencies.....	163,400
	3,335,300
Expenditures.....	\$ 3,192,037

Total revenue arising from the above expenditures amounted to \$2,699,751.

Administration division

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 120,800		
Transfer from Department of Finance Vote 15 contingencies.....	4,900		
(1)	125,700	129,900	127,699
(5)	1,200	2,700	2,700
(6)	2,000	3,000	2,741
(7)	7,300	7,300	5,885
(8)	1,300	3,600	3,556
(11)	5,200	5,200	4,554
(15)	500	500	
(22)	100	100	63
	\$ 143,300	\$ 152,300	\$ 147,198

Patent division

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$2,014,400		
Transfer from Department of Finance Vote 15 contingencies.....	152,500		
	(1) 2,166,900	2,160,200	2,121,928
Travelling expenses.....	(5) 3,500	3,500	3,351
Telephones and telegrams.....	(8) 9,000	26,000	25,687
Printing of patents.....	(9) 428,000	401,025	332,894
Printing of <i>Patent Office Record</i>	(9) 213,000	213,000	193,694
Office stationery, supplies and equipment.....	(11) 70,000	64,000	63,624
Sundries.....	(22) 100	475	395
	<u>\$ 2,890,500</u>	<u>\$ 2,868,200</u>	<u>\$ 2,741,573</u>

Revenue arising from the above expenditures amounted to \$2,249,532 and consisted of *Privileges, licences and permits* \$1,966,149—amendments \$8,490, assignments \$175,819, claims \$44,748, completing patent applications \$47,134, filing fees \$901,426, final fees \$754,495, restoration of applications \$8,970, supplementary disclosures \$8,275, sundries \$16,792; *Proceeds from sales* \$17,711—sale of coupons \$17,711; *Services and service fees* \$265,051—copies \$30,363, printed patents \$220,248, search of patents \$10,295, sundries \$4,145; *Miscellaneous*—\$621.

Copyright and industrial designs division including a contribution to the International Office for the Protection of Literary and Artistic Works

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 37,100		
Transfer from Department of Finance Vote 15 contingencies.....	1,000		
	(1) 38,100	38,100	35,371
Transcription fees.....	(4) 400	600	591
Telephones.....	(8) 200	400	365
Office stationery, supplies and equipment.....	(11) 3,100	3,100	3,031
Contribution to the International Office for the Protection of Literary and Artistic Works.....	(20) 5,000	5,000	4,411
	<u>\$ 46,800</u>	<u>\$ 47,200</u>	<u>\$ 43,769</u>

Revenue arising from the above expenditures amounted to \$37,651 and consisted of *Privileges, licences and permits* \$36,743—assignments \$2,676, copyrights \$23,566, designs \$6,117, renewal of designs \$4,365, sundries \$19; *Services and service fees* \$669—copies \$669; *Miscellaneous*—\$239.

Trade marks office including a contribution to the International Office for the Protection of Industrial Property

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 218,400		
Transfer from Department of Finance Vote 15 contingencies.....	5,000		
	(1) 223,400	225,900	223,472
Travelling expenses.....	(5) 400	400	316
Freight, express and cartage.....	(6) 100	100	52
Postage.....	(7) 800	800	750
Telephones and telegrams.....	(8) 1,600	5,200	5,124
Publication of <i>Trade Marks Journal</i>	(9) 13,800	13,800	13,677
Office stationery, supplies and equipment.....	(11) 7,800	14,600	9,696
Contribution to the International Office for the Protection of Industrial Property.....	(20) 6,700	6,700	6,329
Sundries.....	(22) 100	100	81
	<u>\$ 254,700</u>	<u>\$ 267,600</u>	<u>\$ 259,497</u>

Revenue arising from the above expenditures amounted to \$412,568 and consisted of *Privileges, licences and permits* \$403,011—advertisement fees in *Trade Marks Journal* \$89,725, assignment of trade marks \$21,814, registered users \$38,068, renewal of trade marks \$41,671, trade marks \$191,363, sundries \$20,370; *Services and service fees* \$9,305—trade marks agents annual fees \$5,369, copies of trade marks \$3,936; *Miscellaneous*—\$252.

Total Vote 20.....	<u>\$ 3,335,300</u>	<u>\$ 3,335,300</u>	<u>\$ 3,192,037</u>
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Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	4,456,400	4,249,962	3,749,287
(2) Civilian allowances.....	30,034	28,698	25,834
(4) Professional and special services.....	171,400	222,879	143,902
(5) Travelling and removal expenses.....	95,500	108,741	78,816
(6) Freight, express and cartage.....	2,550	3,665	1,915
(7) Postage.....	9,750	8,035	8,361
(8) Telephones, telegrams and other communication services...	79,200	119,646	71,952
(9) Publication of departmental reports and other material.....	669,800	545,525	511,035
(11) Office stationery, supplies, equipment and furnishings.....	170,200	171,142	153,204
(12) Materials and supplies.....	6,300	8,254	7,731
(15) Rentals.....	500		
(20) Contributions, grants, subsidies, etc., not included elsewhere	11,700	10,740	135,359
(21) Pensions, superannuation and other benefits.....	100	57	84
(22) All other expenditures (other than special categories).....	3,586,300	3,504,534	3,287,331
	<u>\$ 9,289,734</u>	<u>\$ 8,981,878</u>	<u>8,175,311</u>

Estimated value of major services not included
in this department's appropriations

	1965-66	1964-65
Accommodation—provided by the Department of Public Works.....	164,200	153,700
Accounting and cheque issue services—Comptroller of the Treasury.....	35,500	19,500
Contributions to superannuation account—Department of Finance.....	91,400	50,400
Employee surgical-medical insurance premiums—Department of Finance.....	7,300	3,500
Employee compensation payments—Department of Labour.....	500	400
Carrying of franked mail—Post Office Department.....	9,400	7,900
	<u>\$ 308,300</u>	<u>\$ 235,400</u>

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
A Privileges, licences and permits.....	2,405,902 75	2,211,910 75
B Proceeds from sales.....	17,711 50	2 00
C Services and service fees.....	275,848 13	252,031 96
D Refunds of previous years' expenditure.....	288 70	5,017 61
E Miscellaneous.....	10,812 40	14,139 62
Total.....	<u>\$ 2,710,563 48</u>	<u>\$ 2,483,101 94</u>

Details

Non-Tax Revenue—

A Privileges, licences and permits:	
Trademarks: advertisement fees \$89,725, assignment of trade marks \$21,814, registered users \$38,068, renewal of trade marks \$41,671, trade marks \$191,363, sundries \$20,370	403,011
Patents: amendments \$8,490, assignments \$175,819, claims \$44,748, completing patent applications \$47,134, filing fees \$901,426, final fees \$754,495, restoration of applications \$8,970, supplementary disclosures \$8,275, sundries \$16,792	1,966,149
Copyrights and industrial designs: assignments \$2,676, copyrights \$23,566, designs \$6,117, renewal of designs \$4,365, sundries \$19	36,743
	2,405,903
B Proceeds from sales:	
Patents: sale of coupons \$17,711	17,711
C Services and service fees:	
Trade marks: copies of trade marks \$3,936, agents' annual fees \$5,369	9,305
Patents: copies \$30,363, printed patents \$220,248, search of patents \$10,295, sundries \$4,145	265,051
Copyright and industrial designs: copies \$669	669
Combines investigation: transcripts \$823	823
	275,848
D Refunds of previous years' expenditure:	
	289
E Miscellaneous:	
Payment by the Prime Minister as required by section 5 of the Prime Minister's Residence Act, c. 216, R.S.	5,000
Fines and prosecutions	4,650
Sundries	1,162
	10,812
Total	\$ 2,710,563

Certified correct.

R. G. ROBERTSON,
Clerk of the Privy Council.

Comparative Statement of Accounts Receivable
at March 31

	1966	1965
Current year—		
Collectible	296	833
Previous years—		
Collectible	677	
	\$ 973	\$ 833

1965-66

PUBLIC ACCOUNTS

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PUBLIC ARCHIVES AND NATIONAL LIBRARY

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Details of

EXPENDITURES AND REVENUES

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PUBLIC ARCHIVES AND NATIONAL LIBRARY

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
PUBLIC ARCHIVES					
35-2	1	General administration and technical services..	1,207,700 00	1,182,031 83	928,841 82
NATIONAL LIBRARY					
35-3	5	General administration including a payment of \$100,000 to the national library purchase account.....	811,100 00	791,482 23	578,425 77
Total.....			<u>\$ 2,018,800 00</u>	<u>\$ 1,973,514 06</u>	<u>\$ 1,507,267 59</u>

PUBLIC ARCHIVES

Vote 1	General administration and technical services.....	1,068,600
Vote 1b.....		26,000
Transfer from Department of Finance	Vote 15 contingencies.....	113,100
		<hr/>
		1,207,700
Expenditures.....		\$ 1,182,032

		Estimates	Allotments	Expenditures
Salaries and wages.....		\$ 829,000		
Transfer from Department of Finance Vote 15 contingencies.....		113,100		
	(1)	942,100	976,700	968,951
Less—Amount recoverable from Central Microfilm Unit revolving fund.....		(34) 55,000	66,600	66,452
		887,100	910,100	902,499
Living allowances.....		(2) 4,000	3,375	3,320
A	Professional and special services.....	(4) 92,000	81,000	80,732
	Travelling expenses.....	(5) 5,500	7,000	6,432
	Freight, express and cartage.....	(6) 1,000	2,500	2,314
	Postage.....	(7) 500	800	800
	Telephones and telegrams.....	(8) 5,400	6,250	6,181
	Publication of departmental reports and other material.....	(9) 13,000	7,000	208
	Office stationery, supplies and equipment.....	(11) 100,000	93,000	84,247
	Acquisition of microfilming equipment.....	(11) 17,000	21,575	21,533
	Rental of buildings, works and land.....	(15) 700		
B	Acquisition of equipment.....	(16) 25,000	24,500	23,633
	Repairs and upkeep of motor vehicles.....	(17) 2,500	2,000	1,936
	Rental of other equipment.....	(18) 2,000	200	197
	Purchase and copying of books, papers, manuscripts, maps, etc.....	(22) 40,000	44,200	44,110
	Sundries.....	(22) 12,000	4,200	3,890
		<u>\$ 1,207,700</u>	<u>\$ 1,207,700</u>	<u>\$ 1,182,032</u>

This vote was provided for the costs of administration including those of offices in London, England and Paris, France and for the purchase of original records, documents and other material for the Public Archives of Canada.

A Payments by services with individual payments of \$2,000 or over were:

Commissionaire services \$74,438—Canadian Corps of Commissionaires Montreal \$74,438.

Consultant services \$5,841—Allan B Beddoe Ottawa \$5,841.

Miscellaneous services \$453.

B Expenditures consisted of the purchase of binding equipment \$9,975, document destroying equipment \$5,650, photographic equipment \$4,842, transportation equipment \$3,166.

NATIONAL LIBRARY

Vote 5 General administration including a payment of \$100,000 to the National Library purchase account for the purpose of acquiring books, in conformity with section 12 of the National Library Act.....

683,500

Vote 5b..... 22,500

Transfer from Department of Finance Vote 15 contingencies..... 105,100

811,100

Expenditures.....\$ 791,482

General administration

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 475,000			
Transfer from Department of Finance Vote 15 contingencies.....	105,100			
		(1) 580,100	590,100	586,417
A Professional and special services.....		(4) 13,000	4,000	3,722
Travelling expenses.....		(5) 5,000	6,150	6,063
Freight, express and cartage.....		(6) 500	250	166
Postage.....		(7) 200	400	400
Telephones and telegrams.....		(8) 2,400	2,800	2,770
Publication of lists of current Canadian publications and bibliographies.....		(9) 62,500	58,500	48,786
Office stationery, supplies and equipment.....		(11) 39,000	39,000	36,773
Reproductions.....		(12) 2,000	6,000	2,872
B Acquisition of equipment.....		(16) 3,400	2,100	2,045
Sundries.....		(22) 3,000	1,800	1,468
		\$ 711,100	\$ 711,100	\$ 691,482

A Payments by services with individual payments of \$2,000 or over were:

Librarian services \$3,722—Florence A Bissett Ottawa \$3,722.

B Expenditures consisted of the purchase of transportation equipment \$1,224, filing equipment \$821.

Payment to the National Library purchase account for the purpose of acquiring books, in conformity with Section 12 of the National Library Act

		Estimates	Allotments	Expenditures
Payment.....	(22)	\$ 100,000	\$ 100,000	\$ 100,000

The National Library purchase account is shown under the schedule, Undisbursed Balances of Appropriations to Special Accounts, in volume I of this report.

Total Vote 5.....\$ 811,100 \$ 811,100 \$ 791,482

[Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
PUBLIC ARCHIVES			
(1) Civil salaries and wages.....	942,100	968,951	786,144
(2) Civilian allowances.....	4,000	3,320	2,626
(4) Professional and special services.....	92,000	80,732	59,114
(5) Travelling and removal expenses.....	5,500	6,432	5,264
(6) Freight, express and cartage.....	1,000	2,314	647
(7) Postage.....	500	800	249
(8) Telephones, telegrams and other communication services....	5,400	6,181	4,900
(9) Publication of departmental reports and other material.....	13,000	208	771
(11) Office stationery, supplies, equipment and furnishings.....	117,000	105,780	75,833
Buildings and works, including land—			
(15) Rentals.....	700		164
Equipment—			
(16) Construction or acquisition.....	25,000	23,633	8,960
(17) Repairs and upkeep.....	2,500	1,936	2,000
(18) Rentals.....	2,000	197	
(22) All other expenditures.....	52,000	48,000	38,588
	<u>1,262,700</u>	<u>1,248,484</u>	<u>985,260</u>
(34) Less—estimated savings and recoverable items.....	55,000	66,452	56,418
	<u>1,207,700</u>	<u>1,182,032</u>	<u>928,842</u>
NATIONAL LIBRARY			
(1) Civil salaries and wages.....	580,100	586,417	403,156
(4) Professional and special services.....	13,000	3,722	6,795
(5) Travelling and removal expenses.....	5,000	6,063	3,080
(6) Freight, express and cartage.....	500	166	216
(7) Postage.....	200	400	150
(8) Telephones, telegrams and other communication services....	2,400	2,770	2,027
(9) Publication of departmental reports and other material.....	62,500	48,786	40,466
(11) Office stationery, supplies, equipment and furnishings.....	39,000	36,773	17,284
(12) Materials and supplies.....	2,000	2,872	1,575
Equipment—			
(16) Construction or acquisition.....	3,400	2,045	2,261
(22) All other expenditures.....	103,000	101,468	101,416
	<u>811,100</u>	<u>791,482</u>	<u>578,426</u>
Total.....	<u>\$ 2,018,800</u>	<u>\$ 1,973,514</u>	<u>\$ 1,507,268</u>

Estimated value of major services not included
in this department's appropriations

	1965-66	1964-65
PUBLIC ARCHIVES		
Accommodation—provided by Department of Public Works.....	429,000	416,300
Accounting and cheque issue services—Comptroller of the Treasury.....	17,100	14,700
Contributions to superannuation account—Department of Finance.....	40,500	36,000
Employee surgical-medical insurance premiums—Department of Finance.....	3,400	3,100
Employee compensation payments—Department of Labour.....	100	100
Carrying of franked mail—Post Office Department.....	8,100	6,600
	<u>498,200</u>	<u>476,800</u>

	1965-66	1964-65
NATIONAL LIBRARY		
Accommodation—provided by Department of Public Works	138,100	93,700
Accounting and cheque issue services—Comptroller of the Treasury	4,800	4,100
Contributions to superannuation account—Department of Finance	16,600	15,500
Employee surgical-medical insurance premiums—Department of Finance	1,400	1,100
Employee compensation payments—Department of Labour	100	100
Carrying of franked mail—Post Office Department	6,500	5,300
	167,500	119,800
Total	\$ 665,700	\$ 596,600

REVENUES**Comparative Summary**

	1965-66	1964-65
Non-Tax Revenue—		
A Return on investments	445 18	8,731 13
B Services and service fees	10,625 00	9,333 68
C Refunds of previous years' expenditure	4,509 15	4,676 54
D Miscellaneous	111 61	177 95
Total	\$ 15,690 94	\$ 22,919 30

Details

Non-Tax Revenue—		
A Return on investments: Excess of revenue over expenditure transferred from the Public Archives revolving fund		445
B Services and service fees: Photostat reproduction and microfilm enlargement of documents in the Public Archives		10,625
C Refunds of previous years' expenditure		4,509
D Miscellaneous		112
Total		\$ 15,691

Certified correct.

W. KAYE LAMB,
Dominion Archivist.

**Comparative Statement of Accounts Receivable
at March 31**

	1966	1965
Current year—		
Collectible	1,109	6,414
	\$ 1,109	\$ 6,414

Appendix

PUBLIC ARCHIVES REVOLVING FUND

Statement of operations for the year ended March 31, 1966

Work executed for departments		117,584
Cost of goods sold—		
Inventory, March 31, 1965	3,447	
Purchases	51,371	
Salaries and wages	66,452	
Outside printing, developing, processing, camera rental and sundry expenses	10,805	
	<u>131,575</u>	
Less—Inventory, March 31, 1966	14,436	
		<u>117,189</u>
Excess of revenues over expenditures transferred to Non-Tax Revenue—Return on investments		<u>\$ 445</u>
Balance as at March 31, 1966		
Inventory of material, supplies and work in process		14,436
Accounts receivable		<u>1,109</u>
		15,545
Less—Sales tax payable	10	
Accounts payable	<u>4,617</u>	
		<u>4,627</u>
		<u>\$ 10,918</u>

1965-66

PUBLIC ACCOUNTS

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DEPARTMENT OF PUBLIC PRINTING
AND STATIONERY

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Details of

EXPENDITURES AND REVENUES

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DEPARTMENT OF PUBLIC PRINTING AND STATIONERY

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
36·2	1	Departmental administration.....	228,600 00	203,541 64	177,479 05
36·2	5	Printing, binding and distribution of official documents and publications for sale and distribution to departments and the public including the <i>Canada Gazette</i> and the annual Statutes.....	3,180,900 00	2,850,109 30	2,555,206 51
		Total.....	<u>\$ 3,409,500 00</u>	<u>\$ 3,053,650 94</u>	<u>\$ 2,732,685 56</u>

Vote 1 Departmental administration.....	223,100
Transfer from Department of Finance Vote 15 contingencies.....	5,500

228,600
\$ 203,542

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 200,000		
Transfer from Department of Finance Vote 15 contingencies.....	5,500		
	(1) 205,500	201,325	181,020
Overtime.....	(1) 200	1,300	1,122
Travelling expenses.....	(5) 4,500	6,500	5,855
Postage.....	(7) 200	200	200
Telephones and telegrams.....	(8) 2,100	2,900	2,737
Publication of departmental reports and other material.....	(9) 500	775	774
Office stationery, supplies and equipment.....	(11) 9,000	9,000	6,575
Sundries.....	(22) 6,600	6,600	5,259
	<u>\$ 228,600</u>	<u>\$ 228,600</u>	<u>\$ 203,542</u>

Vote 5 Printing, binding and distribution of official documents and publications for sale and distribution to departments and the public including the <i>Canada Gazette</i> and the annual Statutes, and the purchase for sale of such other publications and related material as the Treasury Board may approve.....	3,154,400
Transfer from Department of Finance Vote 15 contingencies.....	26,500

3,180,900
\$ 2,850,109

Total revenue arising from the above expenditures amounted to \$1,826,185.

Distribution of official documents

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 833,000		
Transfer from Department of Finance Vote 15 contingencies.....	26,500		
	(1) 859,500	822,000	800,813

	Estimates	Allotments	Expenditures
Overtime.....	(1) 6,200	40,000	28,093
Professional and special services.....	(4) 200	400	397
Travelling expenses.....	(5) 7,000	7,000	3,992
Freight, express and cartage.....	(6) 50,000	35,000	32,383
Postage.....	(7) 39,000	39,000	39,000
Telephones and telegrams.....	(8) 7,400	10,900	8,424
Advertising.....	(10) 100,000	100,000	65,753
Office stationery, supplies and equipment.....	(11) 59,000	74,000	61,972
Materials and supplies.....	(12) 36,000	36,000	30,696
Sundries.....	(22) 2,000	2,000	349
	<u>\$ 1,166,300</u>	<u>\$ 1,166,300</u>	<u>\$ 1,071,872</u>

Printing and binding official publications for sale and distribution to departments and the public and the purchase for sale of such other publications and related material as the Treasury Board may approve

	Estimates	Allotments	Expenditures
Printing—Queen's Printer's share of the cost of publications distributed free in accordance with the official list approved by the Governor in Council.....	77,600	97,600	68,204
Printing, etc., for sale.....	1,715,000	1,682,500	1,478,945
	(9) <u>\$ 1,792,600</u>	<u>\$ 1,780,100</u>	<u>\$ 1,547,149</u>

Revenue arising from the above expenditures amounted to \$1,616,140 and consisted of *Proceeds from sales*.

Printing of Canada Gazette

	Estimates	Allotments	Expenditures
Expenditures.....	(9) <u>\$ 182,000</u>	<u>\$ 182,000</u>	<u>\$ 181,881</u>

Revenue arising from the above expenditures amounted to \$200,033 and consisted of *Proceeds from sales*.

Printing and binding the annual Statutes

	Estimates	Allotments	Expenditures
Expenditures.....	(9) <u>\$ 40,000</u>	<u>\$ 52,500</u>	<u>\$ 49,207</u>

Revenue arising from the above expenditures amounted to \$10,012 and consisted of *Proceeds from sales*.

Total Vote 5.....	<u>\$ 3,180,900</u>	<u>\$ 3,180,900</u>	<u>\$ 2,850,109</u>
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Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	1,071,400	1,011,048	880,032
(4) Professional and special services.....	200	397	6,102
(5) Travelling and removal expenses.....	11,500	9,847	8,182
(6) Freight, express and cartage.....	50,000	32,383	53,201
(7) Postage.....	39,200	39,200	39,200
(8) Telephones, telegrams and other communication services...	9,500	11,161	9,241
(9) Publication of departmental reports and other material....	2,015,100	1,779,011	1,515,151
(10) Exhibits, advertising, films, broadcasting and displays.....	100,000	65,753	83,552
(11) Office stationery, supplies, equipment and furnishings.....	68,000	68,547	105,170
(12) Materials and supplies.....	36,000	30,696	32,268
(22) All other expenditures.....	8,600	5,608	587
Total.....	<u>\$ 3,409,500</u>	<u>\$ 3,053,651</u>	<u>\$ 2,732,686</u>

Estimated value of major services not included
in this department's appropriations

	1965-66	1964-65
Accommodation—provided by Department of Public Works.....	285,500	260,000
Accounting and cheque issue services—Comptroller of the Treasury.....	34,500	32,200
Contributions to superannuation account—Department of Finance.....	52,500	61,400
Employee surgical-medical insurance premiums—Department of Finance.....	5,200	6,400
Employee compensation payments—Department of Labour.....	700	600
Carrying of franked mail—Post Office Department.....	830,300	553,500
	<u>\$ 1,208,700</u>	<u>\$ 914,100</u>

REVENUES
Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
A Privileges, licences and permits.....	26,616 29	77,211 56
B Proceeds from sales.....	1,826,185 16	1,853,173 83
C Services and service fees.....	18,409 41	12,257 52
D Miscellaneous.....	48,912 25	19,017 18
Total.....	<u>\$ 1,920,123 11</u>	<u>\$ 1,961,660 09</u>

Details

Non-Tax Revenue—		
A Privileges, licences and permits: Royalties from copyrights on government publications.....		26,616
B Proceeds from sales:		
<i>Canada Gazette</i> —Subscriptions, copies and advertising.....	200,033	
Sales of publications:		
Annual Statutes.....	10,012	
Other publications:		
Parliament and departments.....	197,434	
General public.....	1,418,706	
	<u>1,616,140</u>	1,826,185
C Services and service fees: Art work performed for other government departments.....		18,410
D Miscellaneous: Commissions on sales of publications issued by International Organizations of which Canada is a member nation, \$48,028; sundries, \$884.....		48,912
Total.....		<u>\$ 1,920,123</u>

Certified correct.

ROGER DUHAMEL,
Queen's Printer.

Comparative Statement of Accounts Receivable
at March 31

	1966	1965
Current year—		
Collectible.....	141,251	129,766
Previous years—		
Collectible.....	3,083	2,035
	<u>\$ 144,334</u>	<u>\$ 131,801</u>

1965-66
PUBLIC ACCOUNTS

DEPARTMENT OF PUBLIC WORKS

Details of
EXPENDITURES AND REVENUES

CONTENTS

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Comparative statement of accounts receivable	37-53

DEPARTMENT OF PUBLIC WORKS

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, and by P.C. 1965-760, April 29, 1965 the Governor in Council transferred from the Department of Public Works to the Department of Defence Production, as of May 1, 1965:

- (a) the powers, duties and functions of the Purchasing and Stores Branch except powers, duties and functions in respect of:
 - (i) the user stores of the Purchasing and Stores Branch servicing operating branches of the Department in the Ottawa area, Toronto and Montreal;
 - (ii) the Purchasing and Stores Branch in districts other than Ottawa, Toronto and Montreal; and
 - (iii) the Requirement Unit and the Furniture Investigation Unit of the Purchasing and Stores Branch; and
- (b) the control and supervision of all supply and equipment used by the Department of Public Works in performing and exercising the powers, duties and functions transferred by paragraph (a).

In accordance with the usual practice, the details of both 1965-66 and 1964-65 expenditures and revenues are shown under the department to which the transfer was made.

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
37· 3	Stat.	Minister of Public Works—Salary and motor car allowance.....	16,999 92	16,999 92	16,848 12
37· 3	1	General administration.....	15,639,750 00	15,636,359 66	11,851,257 08
ACCOMMODATION SERVICES					
37· 6	5	Maintenance and operation of public buildings and grounds.....	68,502,200 00	66,454,444 01	55,696,500 24
37-19	10	Acquisition of equipment and furnishings other than office furnishings.....	1,354,000 00	1,184,909 57	1,453,437 27
37-19	15	Construction, acquisition, major repairs and improvements of, and plans and sites for, public buildings.....	34,025,002 00	34,025,002 00	30,209,992 05
			103,881,202 00	101,664,355 58	87,359,929 56
HARBOURS AND RIVERS ENGINEERING SERVICES					
37-30	20	Operation and maintenance.....	7,582,300 00	7,382,420 40	6,947,552 63
37-33	25	Construction or acquisition of equipment..	1,161,500 00	514,643 54	734,242 70
37-35	30	Construction, acquisition, major repairs and improvements of, and plans and sites for, harbour and river works.....	27,322,000 00	27,322,000 00	22,521,001 00
37-46		Transfer from Department of Finance Vote 15, contingencies—Payments under the winter works program.....	1,127,050 00	1,127,047 70	
37-46	Stat.	Payment to Canadian Vickers Limited of a subsidy in respect of a dry dock in Montreal.....	180,000 00	180,000 00	90,000 00
			37,372,850 00	36,526,111 64	30,292,796 33
ROADS, BRIDGES AND OTHER ENGINEERING SERVICES					
37-46	35	Operation and maintenance.....	6,229,900 00	5,522,307 41	8,990,492 71
37-47	40	Construction, acquisition, major repairs and improvements of, and plans and sites for, roads, bridges and other engineering works.....	6,400,002 00	4,792,812 89	2,405,374 99
37-48	Stat.	Trans-Canada Highway—Contributions to the provinces under terms of the Trans-Canada Highway Act.....	83,422,828 14	83,422,828 14	76,085,111 64

DEPARTMENT OF PUBLIC WORKS

37-3

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
37-49	50	Construction through national parks . . .	515,000 00 96,567,730 14	259,732 54 93,997,680 98	195,421 10 87,676,400 44
TESTING LABORATORIES					
37-49	55	Operation and maintenance	1,151,300 00	1,114,680 85	1,043,125 30
1967 WORLD EXHIBITION					
37-49	57	Towards Federal share of the cost of construction of an ice control structure . . .	7,550,000 00	7,548,913 00	5,803,679 29
GENERAL					
37-50	Stat.	Gratuities to families of deceased employees	2,335 98	2,335 98	3,810 20
37-50	Stat.	Refunds of amounts credited to revenue in previous years	18,669 41	18,669 41	3,119 41
		Expenditures from appropriations not required for 1965-66			6,596 90
NATIONAL CAPITAL COMMISSION (listed under its own heading)					
		Total	\$262,200,837 45	\$256,526,107 02	\$224,057,562 63

Salary of Minister, Salaries Act, c. 243, R.S., as amended	(1)	\$ 15,000
Motor car allowance to Minister, c. 249, R.S., as amended	(2)	\$ 2,000

The above amounts were paid to: Hon L Cardin for the period April 1, 1965 to July 6, 1965, \$4,524; Hon G J McIlraith for the period July 7, 1965 to March 31, 1966, \$12,476.

Hon L Cardin received travelling expenses of \$503; Hon G J McIlraith \$438, both charged to Vote 1.

Vote 1 General administration including grants as detailed in the Estimates	14,892,700
Vote 1e	44,500
Transfer from Department of Finance Vote 15 contingencies	1,270,500
	16,207,700
Less—Amount transferred to Department of Defence Production	567,950
	15,639,750
Expenditures	\$15,636,360

Further details are contained in the following distribution of expenditures which are maintained during the fiscal year under authority of Treasury Board.

	Estimates	Allotments	Expenditures
Headquarters			
Administrative Branch	2,182,855	1,971,487	1,971,487
Property and Building Management Branch	457,900	613,900	613,900
Building Construction Branch	1,138,645	1,304,916	1,304,915
Harbours and Rivers Engineering Branch	566,200	599,830	599,830
Development Engineering Branch	530,500	549,660	549,659
District Offices	9,807,260	10,374,117	10,373,645
Fire Prevention Branch	253,840	225,840	222,924
Transfer from Department of Finance Vote 15 contingencies	1,270,500		
Less—Transfer to Department of Defence Production T B 642787 August 5, 1965, T B 651747 February 17, 1966	567,950		
	\$15,639,750	\$15,639,750	\$15,636,360

General administration including a grant of \$2,000 to the Canadian Good Roads Association

		Estimates	Allotments	Expenditures
ADMINISTRATION BRANCH				
Salaries and wages.....	\$ 3,907,900			
Transfer from Department of Finance Vote 15 contingencies.....	637,842			
		(1) 4,545,742	4,362,231	4,362,182
Overtime.....		(1) 4,900	3,646	3,645
Allowances.....		(2) 251,200	239,325	239,323
A Professional and special services.....		(4) 54,150	190,864	190,864
Travelling and removal expenses.....		(5) 73,500	72,702	72,702
Freight, express and cartage.....		(6) 14,000	10,302	10,302
Postage.....		(7) 40,740	40,647	40,646
Telephones and telegrams.....		(8) 224,000	308,365	308,365
Publication of annual reports and other material.....		(9) 17,700	4,168	4,168
Exhibits, advertising, films, broadcasting and displays..		(10) 4,600	536	535
Office stationery, supplies and equipment.....		(11) 224,600	274,923	274,923
Materials and supplies.....		(12) 127,200	102,840	102,840
Rental of land, buildings and works.....		(15) 7,500	2,687	2,687
Acquisition of equipment.....		(16) 117,300	131,609	131,608
Repairs and upkeep of equipment.....		(17) 74,500	44,871	44,870
Rental of equipment.....		(18) 3,200	2,272	2,271
Membership fees.....		(20) 415	355	355
Contribution to the Yukon Territorial Government towards the cost of construction of a school at Haines Junction Y T.....		(20) 38,100	38,024	38,024
Contribution to the Yukon Territorial Government towards the cost of construction of a school at Whitehorse Y T.....		(20) 6,400	6,343	6,342
Unemployment insurance contributions.....		(21) 7,650	10,102	10,101
Sundries.....		(22) 12,125	6,820	6,820
		\$ 5,849,522	\$ 5,853,632	\$ 5,853,573

G Roy McWilliam, Parliamentary Secretary, received travelling expenses of \$70.

- A Payments by services with individual payments of \$2,000 or over were:
Consultants' fees \$169,998—Peat, Marwick, Mitchell & Co Ottawa \$169,998.
Miscellaneous services \$20,866.

		Estimates	Allotments	Expenditures
PROPERTY AND BUILDING MANAGEMENT BRANCH				
Salaries and wages.....	\$ 1,522,500			
Transfer from Department of Finance Vote 15 contingencies.....	51,310			
		(1) 1,573,810	1,573,810	1,573,809
Overtime.....		(1) 500	202	201
Allowances.....		(2) 81,600	34,250	34,246
A Professional and special services.....		(4) 14,500	16,902	16,901
Travelling and removal expenses.....		(5) 129,000	119,525	119,523
Freight, express and cartage.....		(6) 150	64	64
Postage.....		(7) 260	384	383
Telephones and telegrams.....		(8) 9,200	2,679	2,678
Office stationery, supplies and equipment.....		(11) 11,000	13,860	13,860
Materials and supplies.....		(12) 100	1,262	1,261
Unemployment insurance contributions.....		(21) 2,950	478	444
Sundries.....		(22) 600	1,254	1,254
		\$ 1,823,670	\$ 1,764,670	\$ 1,764,624

- A Payments by services with individual payments of \$2,000 or over were:
Consultants' fees \$11,753—J W Valiquette Ottawa \$6,455.
Miscellaneous services \$5,148.

		Estimates	Allotments	Expenditures
BUILDING CONSTRUCTION BRANCH				
Salaries and wages.....	\$ 1,992,000			
Transfer from Department of Finance Vote 15 contingencies.....	393,384			
		(1) 2,385,384	2,385,384	2,385,383
Overtime.....		(1) 1,000	2,959	2,959
Allowances.....		(2) 500	250	250
A Professional and special services.....		(4) 12,000	11,192	11,191
Travelling and removal expenses.....		(5) 93,500	141,966	141,966
Freight, express and cartage.....		(6) 300	92	91
Telephones and telegrams.....		(8) 13,500	3,049	3,048
Publication of annual report.....		(9) 1,000	24	
Office stationery, supplies and equipment.....		(11) 20,000	25,001	25,000
Acquisition of equipment.....		(16) 1,600	1,645	1,645
Repairs and upkeep of equipment.....		(17) 100	174	174
Unemployment insurance contributions.....		(21) 150	150	149
Sundries.....		(22) 145	1,883	1,883
		\$ 2,529,179	\$ 2,573,769	\$ 2,573,739

- A Payments by services with individual payments of \$2,000 or over were:
Miscellaneous services \$11,191.

		Estimates	Allotments	Expenditures
HARBOURS AND RIVERS ENGINEERING BRANCH				
Salaries and wages.....	\$ 2,711,000			
Transfer from Department of Finance Vote 15 contingencies.....	148,341			
		(1) 2,859,341	2,859,341	2,859,341
Overtime.....		(1) 19,000	29,299	29,299
Allowances.....		(2) 23,000	23,793	23,793
A Professional and special services.....		(4) 33,850	35,903	35,903
Travelling and removal expenses.....		(5) 246,500	306,920	306,920
Freight, express and cartage.....		(6) 1,450	2,467	2,467
Telephones and telegrams.....		(8) 9,000	5,825	5,825
Publication of annual report.....		(9) 600	50	
Office stationery, supplies and equipment.....		(11) 13,500	15,062	15,061
Materials and supplies.....		(12) 48,000	43,040	43,038
Acquisition of equipment.....		(16) 56,100	128,300	128,298
Repairs and upkeep of equipment.....		(17) 52,750	48,036	48,035
Rental of equipment.....		(18) 3,200	1,243	1,243
Municipal or public utility services.....		(19) 2,300	1,242	1,241
Membership fees.....		(20) 100	172	172
Unemployment insurance contributions.....		(21) 500	788	787
Sundries.....		(22) 2,500	4,510	4,510
		\$ 3,371,691	\$ 3,505,991	\$ 3,505,933

- A Payments by services with individual payments of \$2,000 or over were:
Consultants' fees \$18,918.
Surveyors' fees \$4,543.
Miscellaneous services \$12,442.

		Estimates	Allotments	Expenditures
DEVELOPMENT ENGINEERING BRANCH				
Salaries and wages.....	\$ 1,472,000			
Transfer from Department of Finance Vote 15 contingencies.....	39,623			
		(1) 1,511,623	1,511,623	1,511,622
Overtime.....		(1) 62,000	44,126	44,125
Allowances.....		(2) 39,400	24,882	24,882

		Estimates	Allotments	Expenditures
Professional and special services.....	(4)	6,100	5,381	5,381
Travelling and removal expenses.....	(5)	93,500	68,091	68,091
Freight, express and cartage.....	(6)	1,300	345	344
Telephones and telegrams.....	(8)	16,200	10,776	10,775
Publication of annual reports and other material.....	(9)	900	50	
Office stationery, supplies and equipment.....	(11)	21,800	14,044	14,043
Materials and supplies.....	(12)	26,000	12,952	12,952
Acquisition of equipment.....	(16)	1,300	1,300	1,260
Repairs and upkeep of equipment.....	(17)	19,500	11,706	11,705
Rental of equipment.....	(18)	100	100	4
Municipal or public utility services.....	(19)	2,000	1,600	1,591
Membership fees.....	(20)	5,300	5,422	5,422
Grant to Canadian Good Roads Association.....	(20)	2,000	2,000	2,000
Unemployment insurance contributions.....	(21)	1,600	347	343
Sundries.....	(22)	1,225	1,103	1,027
		<u>\$ 1,811,848</u>	<u>\$ 1,715,848</u>	<u>\$ 1,715,567</u>

*Work in the interests of fire prevention including a grant of \$5,000 to the
Canadian Joint Fire Prevention Publicity Committee*

		Estimates	Allotments	Expenditures
Salaries and wages.....	(1)	208,000	187,000	186,539
Professional and special services.....	(4)	200	200	130
Travelling expenses.....	(5)	7,500	8,013	8,012
Freight, express and cartage.....	(6)	1,200	372	371
Telephones and telegrams.....	(8)	1,600	1,649	1,649
Publication of fire loss reports, fire prevention codes, manuals, pamphlets and other material.....	(9)	9,000	4,000	3,870
Fire prevention films and advertising.....	(10)	11,000	11,000	9,879
Office stationery, supplies and equipment.....	(11)	6,500	4,500	3,628
Materials and supplies.....	(12)	100	455	454
Acquisition of equipment.....	(16)	3,000	2,667	2,649
Repairs and upkeep of equipment.....	(17)	150	394	394
Membership fees, trophies, prizes and awards.....	(20)	340	340	269
Grant to the Canadian Joint Fire Prevention Publicity Committee.....	(20)	5,000	5,000	5,000
Sundries.....	(22)	250	250	80
		<u>\$ 253,840</u>	<u>\$ 225,840</u>	<u>\$ 222,924</u>
Total Vote 1.....		<u>\$15,639,750</u>	<u>\$15,639,750</u>	<u>\$15,636,360</u>

ACCOMMODATIONS SERVICES

Vote 5 Maintenance and operation of public buildings and grounds, acquisition of furniture and furnishings for government departments, and authority to provide assistance to (a) the International Civil Aviation Organization in the form of office accommodation at less than commercial rates and (b) the Ottawa Civil Service Recreation Association in the form of maintenance services in respect of the W Clifford Clark Memorial Centre in Ottawa.....	61,280,800
Vote 5b.....	766,000
Vote 5e.....	3,700,000
Transfer from Department of Finance Vote 15 contingencies.....	2,755,400
	68,502,200
Expenditures.....	<u>\$66,454,444</u>

Total revenue arising from the above expenditures amounted to \$2,892,722.

Expenditures included ex-gratia payments of \$100 or over as follows:

Particulars and payee	Authority	Amount
Payment to compensate the firm for additional costs encountered in fulfilling the accommodation requirements of the Department of the Secretary of State for occupation of the Canadian Building. Ottawa Commercial Realities Limited.....	P.C. 1965-40/2076 November 24, 1965	52,796
Payment to compensate the firm for additional costs encountered by the firm in fulfilling the accommodation requirements of the Department of Citizenship and Immigration for occupation of the Bourque Memorial Building. Immeubles Laurentien Realities Co Limited.....	P.C. 1965-10/2077 November 24, 1965	58,254
Payment to compensate the firm for additional costs by the firm in fulfilling the accommodation requirements of the Department of Northern Affairs and National Resources, the Department of Forestry and the Board of Transport Commissioners for occupation of Centennial Tower Building. Campeau Construction Company Limited.....	T.B. 650571 February 3, 1966	335,781
Payment to obtain a quit-lease on postal accommodation at Fort Chambly Que on October 31, 1965. Mrs Cora Bessette.....	T.B. 646487 October 4, 1965	435
Payments for tenants' (civil servants) living expenses during relocation of Crown-owned housing at Hay River N W T as a result of flooding in April, 1963. Hay River Hotel \$2,272, Hay River Motel \$1,640, Hay River Cleaners \$18, Jack's Cafe \$185.....	T.B. 644338 August 26, 1965	4,115
		<u>\$451,381</u>

Details of expenditures by provinces, etc., follows:

	Salaries, wages and allowances	Rents	Other	Total Expenditures	
				1965-66	1964-65
Ottawa.....	8,503,873	7,671,106	11,997,802	28,172,781	20,228,324
Other than Ottawa					
France.....		14,773		14,773	
Argentina.....		3,899	348	4,247	4,818
London, England.....	42,439	104,985	366,131	513,555	432,979
United States of America.....		45,990	560	46,550	46,911
Newfoundland.....	1,004,316	60,417	757,106	1,821,839	1,698,633
Nova Scotia.....	723,651	385,063	696,735	1,805,449	1,503,988
Prince Edward Island.....	145,741	759	149,686	296,186	231,186
New Brunswick.....	533,407	71,416	540,827	1,145,650	1,049,062
Quebec.....	3,046,384	2,064,612	3,534,423	8,645,419	7,314,906
Ontario.....	3,898,132	1,575,325	3,410,457	8,883,914	9,499,405
Manitoba.....	2,266,264	189,540	2,814,283	5,270,087	6,501,620
Saskatchewan.....	652,428	130,184	781,337	1,563,949	1,471,368
Alberta.....	843,239	422,350	911,093	2,176,682	1,990,041
British Columbia.....	1,346,526	290,152	1,609,907	3,246,585	3,182,706
Northwest Territories.....	75,006	62,825	412,027	549,858	457,094
Yukon Territory.....	962,853	15,413	1,318,654	2,296,920	83,459
	<u>\$24,044,259</u>	<u>\$13,108,809</u>	<u>\$29,301,376</u>	<u>\$66,454,444</u>	<u>\$55,696,500</u>

The cost for the fiscal year 1965-66 of rent, char service, lighting, etc., in connection with premises occupied by the Department of Insurance, was estimated to be \$54,764 and was assessed in the current year against companies transacting business in Canada. This sum was included in the revenues of that department (see section 20 of this volume).

Maintenance and operation of public buildings and grounds, acquisition of furniture and furnishings for government departments, and authority to provide assistance to (a) the International Civil Aviation Organization in the form of office accommodation at less than commercial rates and (b) the Ottawa Civil Service Recreation Association in the form of maintenance services in respect of the W Clifford Clark Memorial Centre in Ottawa

		Estimates	Allotments	Expenditures
OTTAWA AND HULL				
Salaries and wages.....	\$ 7,765,000			
Transfer from Department of Finance Vote 15 contingencies.....	574,300			
		(1) 8,339,300	8,339,300	8,092,627
Overtime.....		(1) 115,000	402,406	402,405
Allowances.....		(2) 7,900	7,900	7,282
A Professional and special services.....		(4) 1,148,800	974,645	974,644
Travelling expenses.....		(5) 25,400	26,184	26,183
Moving government departments and services.....		(6) 75,000	171,645	171,645
Freight, express and cartage.....		(6) 3,000	4,430	4,429
Telephones and telegrams.....		(8) 14,000	19,072	19,072
Office stationery, supplies and equipment.....		(11) 10,000	10,000	9,433
B Materials and supplies.....		(12) 1,717,000	1,735,537	1,735,537
C Repairs and upkeep of buildings, including materials required therefor.....		(14) 2,517,000	2,819,383	2,817,554
D Rents.....		(15) 7,837,000	7,671,106	7,671,106
Repairs and upkeep of equipment.....		(17) 33,000	35,769	35,768
E Rental of sound reinforcing equipment for the House of Commons and Senate.....		(18) 117,000	86,003	86,002
F Municipal or public utility services.....		(19) 2,585,000	2,298,697	2,298,697
Unemployment insurance contributions and other personal benefits.....		(21) 3,450	3,450	1,559
Sundries.....		(22) 2,750	2,750	2,278
		\$24,550,600	\$24,608,277	\$24,356,221
OTHER THAN AT OTTAWA AND HULL				
Salaries and wages.....	\$12,569,300			
Transfer from Department of Finance Vote 15 contingencies.....	2,181,100			
		(1) 14,750,400	14,750,400	14,416,958
Overtime.....		(1) 131,000	675,757	675,756
Allowances.....		(2) 488,000	488,000	420,527
G Professional and special services.....		(4) 3,437,800	3,437,800	3,072,019
Travelling expenses.....		(5) 71,000	78,531	78,531
Moving government departments and services.....		(6) 73,000	73,000	65,733
Freight, express and cartage.....		(6) 65,000	65,000	46,303
Telephones and telegrams.....		(8) 50,700	50,700	38,725
H Materials and supplies.....		(12) 4,290,250	3,675,140	3,325,799
I Repairs and upkeep of buildings including materials required therefor.....		(14) 5,567,000	5,567,000	5,284,223
J Rents.....		(15) 5,438,000	5,438,000	5,437,703
Repairs and upkeep of equipment.....		(17) 257,000	257,000	207,641
Municipal or public utility services.....		(19) 5,082,300	5,082,300	4,887,318
Unemployment insurance contributions and other personal benefits.....		(21) 22,000	27,145	27,144
Sundries.....		(22) 20,150	20,150	17,139
		\$39,743,600	\$39,685,923	\$38,001,519

Revenue arising from the above expenditures amounted to \$2,892,722 and consisted of *Privileges, licences and permits—rentals*.

DEPARTMENT OF PUBLIC WORKS

37·9

OTTAWA

Lessee

Amount

Kent-Albert building.....	Atomic Energy of Canada Limited.....	9,493
Temporary building No 2.....	Canadian Arsenals Limited.....	6,289
10 Metcalfe Street.....	Civil Service Co-Operative Credit Society.....	10,500
219 Argyle Avenue.....	Crown Assets Disposal Corporation.....	49,119
Fuller building.....	Custodian of Enemy Property.....	5,862
Kenson building.....	Defence Construction (1951) Limited.....	83,886
Kent-Albert building.....	Eldorado Mining and Refining Limited.....	4,897
Kent-Albert building.....	Farm Credit Corporation.....	5,462
Cartier Street School.....	Le Cours Claudel.....	6,000
Lord Elgin Hotel site.....	Lord Elgin Hotel Company Limited.....	5,001
Majestic building.....	St Lawrence Seaway Authority.....	11,200
Rentals, 51, each at a rate of less than \$5,000 per annum.....		32,436
		<hr/> 230,145

OTHER THAN AT OTTAWA

St John's		
(Fort Pepperrell) building 303.....	Avalon Telephone Company.....	7,805
Charlottetown		
Dominion building.....	Province of Prince Edward Island.....	7,508
Saint John N B		
Customs building (New).....	Coombs Insurance Limited.....	6,556
Levis Que		
Federal building.....	City of Levis.....	6,675
Montreal		
Examining Warehouse.....	National Harbours Board.....	7,178
International Aviation building.....	Aero Caterers.....	18,000
	Banque Canadienne Nationale.....	46,458
	Canada Railway News.....	8,175
New Postal Station "B".....	St Lawrence Seaway Authority.....	36,354
Postal Station "G" Lavut building.....	Keystone Overall and Pant Manufacturers.....	5,700
Eastview Ont		
235 Montreal Road.....	Canadian Standards Association.....	10,193
Hamilton Ont		
Office building.....	Corporation of the County of Wentworth.....	7,981
Fort William Ont		
Federal building (Old).....	Board of Grain Commissioners.....	37,296
Public building.....	Lake Shipper Clearance Association.....	7,036
Port Arthur Ont		
Federal building.....	Province of Ontario.....	5,491
Fort Churchill, Manitoba		
H-2 Commissary.....	Hudson's Bay Company.....	20,404
L-5 Warehouse.....	Hudson's Bay Company.....	12,432
Calgary Alta		
Public building.....	Board of Grain Commissioners.....	5,775
Edmonton		
Federal building.....	Farm Credit Corporation.....	9,270
Dawson Creek B C.....	Canadian National Railway Company.....	12,339
Vancouver		
Winch building.....	Province of British Columbia.....	8,016
Victoria		
Belmont building.....	Period Arts (S Reynolds Limited).....	7,570
Whitehorse Y T		
Hospital building "E".....	Territorial Government.....	17,494
Federal building.....	Territorial Government.....	18,226
Rentals, 3,487, each at a rate of less than \$5,000 per annum.....		2,332,645
		<hr/> 2,662,577
		<hr/> <u>\$ 2,892,722</u>

A Ottawa and Hull—Professional and special services—Payments by services with individual payments of \$2,000 or over were:

Caretaking services \$694,819—Allied Building Services Limited Montreal \$145,022; Atlas Building Cleaning Company Ottawa \$72,272; De Luxe Building Cleaning Ottawa \$7,619; Empire Maintenance Limited Montreal \$15,060; Hallmark Building Cleaning Limited Ottawa \$27,380; Mercury Maintenance Services Limited Ottawa \$8,472; Modern Building Cleaning Services of Canada Limited Ottawa \$15,216; Nation-Wide Interior Maintenance Co Ltd Montreal \$72,824; Professional Building Cleaners Ottawa Ltd Ottawa \$9,959; Quebec Window & Interior Cleaning Ltd Ottawa \$47,949; Sanco Limited Ottawa \$233,712—Contract (1964-65) Sir Charles Tupper building \$103,584, expenditure \$51,792, to date \$103,584 (final); Three-Stars Building Cleaners Ottawa \$29,503.

Consultants' fees \$7,140—The Iron Cat Ltd Montreal \$2,965.

Inspection services \$6,002.

Protection Services \$107,238—Canadian Corps of Commissionaires Montreal \$36,893, Dominion Electric Protection Company Ottawa \$70,345.

Sanitary services \$49,632—The Canadian Linen Supply (Ont) Ltd Ottawa \$16,391, Sanco Limited Ottawa \$8,841, Sunshine Uniform Supply Co Ltd Toronto \$16,816.

Venetian and roller blinds services \$7,206.

Window cleaning \$90,939—Contract Sanco Limited Ottawa \$168,560, expenditure \$89,935.

Miscellaneous services \$11,668.

B Ottawa and Hull—Materials and supplies—Expenditures comprised: flags and decorations \$22,803, heating \$1,273,342, electric bulbs \$156,212, uniforms and caps \$15,318, supplies for—char service \$107,819, Rideau Hall \$23,367, miscellaneous \$136,676.

C Ottawa and Hull—Repairs and upkeep of buildings, etc.—Expenditures comprised: additions and improvements \$27,195, alterations \$619,723, painting \$351,593, upkeep of plumbing \$219,726, elevator maintenance \$295,690 of which Otis Elevator Company Limited received \$193,958 and Turnbull Elevator of Canada Limited received \$37,989, other repairs \$621,398, miscellaneous materials for repairs \$682,229.

D Ottawa and Hull—Rents—Rentals for space occupied by the Government Service at Ottawa and Hull for the fiscal year, or during the periods shown, are listed below. The comparable figure for the fiscal year 1964-65 was \$4,448,033.

Landlord	Building	Space occupied sq. ft.	Expendi- tures
Albert Realities Limited.....	Holden.....	28,321	52,129
Irving Betcherman.....	10 Beechwood.....	41,215	10,715
Billecliff Limited.....	1517 Laperriere Street (Oct 1-Mar 31)...	16,000	18,400
Billecliff Limited.....	1523 Laperriere Street.....	37,357	23,722
Henry Birks & Sons Limited.....	Birks.....	21,000	43,771
R L & R Blackburn Limited.....	Blackburn.....	49,536	145,414
R L & R Blackburn Limited.....	Motor and Annex (Apr-Sept).....	51,236	51,194
Boyd Moving & Storage Ltd.....	(Feb 7-Mar 31).....	6,900	2,054
Estate of C Jackson Booth.....	Booth.....	10,978	35,951
Estate of C Jackson Booth.....	Transportation (Apr-Aug).....	40,378	25,368
Brouse Holdings.....	Imperial.....	14,590	38,098
La Caisse Populaire Notre Dame d'East- view Limitee.....	235 Montreal Road.....	4,612	11,120
Campeau Construction Co Ltd.....	Centennial Towers (July-May).....	359,165	1,203,809
R Campeau and Alban Cadieux.....	Colonel By Towers.....	18,385	94,447
Canadian General Electric Company Limited	175 Richmond Road.....	15,000	17,420
Canadian Legion of British Empire Service League.....	465 Gilmour Street.....	21,570	59,937
Canadian National Railway Company....	Union Station (Apr-Sept).....	34,500	69,331
Carlingwood Properties Ltd.....	Carlingwood Shopping Centre (Sept-Mar)	18,105	4,036
A B Carswell.....	Carswell.....	8,200	9,840
J Cipera.....	Sovereign.....	11,272	37,190
City Centre Development (Ottawa) Ltd...	880 Wellington Street.....	56,979	139,473
J H Connor & Son (1956) Ltd.....	211 Montcalm Street Hull.....	61,880	59,980
J E Copeland.....	Copeland (Apr-Oct).....	56,640	85,196
Oliva Cote.....	Carillon and Iberville Streets Hull.....	8,110	9,000
Crain G E.....	270 Carling Avenue.....	5,800	13,340
Lionel Damphousse.....	321 Palace Street (Dec-Mar).....	14,111	13,414
Lionel Damphousse.....	Ste Anne Street.....	14,496	27,837
Darmouth Holdings Ltd.....	1306 Wellington.....	9,466	8,320
Domac Realty Ltd.....	Albert, Kent and Slater Streets.....	93,941	251,515
Domac Realty Ltd.....	Ottawa Car & Aircraft (Feb-Mar).....	85,939	38,500

Landlord	Building	Space occupied sq. ft.	Expendi- tures
Fairway Realty.....	1501 Carling Avenue.....	23,000	54,334
Foster Realty Company Limited.....	Bolodrome.....	13,984	29,400
Freebro Leaseholds Ltd.....	1383 Clyde Avenue.....	4,200	9,870
Freedman & Freedman Holdings Limited..	Sparks and O'Connor Streets.....	1,900	6,365
Freedman Realty Co Ltd.....	Queensway.....	16,560	56,000
Freedman Realty Co Ltd.....	185 Somerset Street.....	10,582	37,037
Garco Holdings Limited.....	Garland.....	44,000	54,450
Gillin Building.....	141 Laurier Avenue West.....	80,000	325,960
Great Universal Stores of Canada Limited.	47 Young Street.....	14,000	13,800
John Greenberg and Benjamin Greenberg..	100 Gloucester Street.....	3,125	12,187
A J Halter.....	Hope.....	4,862	12,619
Dr Murray Heit.....	860 Bank Street (Sept 20-Mar 31).....	29,700	17,320
Hull Investors Syndicate Inc.....	156 Main Street Hull.....	13,553	46,758
Thomas L Hum.....	180 Elgin Street.....	17,834	59,465
Harvey J Hyde.....	340 Queen Street.....	15,200	17,250
Immeubles Ambour Inc.....	140 Queen Street.....	22,277	55,027
Immeubles Laurentien Realities Ltd.....	Bourque.....	221,349	764,209
Immeubles Laurentien Realities Ltd.....	Sir Wilfrid Laurier (Sept 15-Mar 31)....	311,862	491,220
Immeubles Renson Realities Inc.....	Champlain and Notre-Dame Hull.....	7,128	8,755
Industrial Ave Realty Ltd.....	400 Industrial Avenue (Apr-Sept).....	16,200	8,422
Institut Canadien Francais de la Cite d'Ottawa.....	316 Dalhousie Street.....	8,545	16,728
International Business Machines.....	150 Laurier Avenue West (Apr-Jan).....	7,338	21,878
Kaladar Realty Co Ltd.....	Kaladar.....	76,000	88,500
J G Kelly.....	Dundas Street.....	20,000	50,000
Kenson Construction Limited.....	Kenson.....	34,370	136,041
Kizell Enterprises Ltd.....	Grant.....	10,800	15,094
Landriault Interests Ltd.....	81 Montreal Road.....	8,783	17,300
Landriault Interests Ltd.....	291 Palace Street.....	7,597	11,769
Lumor Interests Limited.....	102 Bank Street.....	14,100	31,725
Major Hill Realities Limited.....	51 Besserer Street.....	16,169	27,336
Martin Investments (Ontario) Limited....	Robinson.....	30,900	70,808
M E P C Canadian Properties Limited....	Victoria.....	29,375	77,167
Metcalfe Realty Company Limited.....	Fuller.....	34,151	136,644
Metcalfe Realty Company Limited.....	McDonald.....	96,420	384,000
Metcalfe Realty Company Limited.....	Metcalfe.....	40,219	217,586
R Morel.....	297 Dupuis Street.....	13,052	26,314
National Capital Commission.....	7 Murray Street.....	16,454	16,454
National Capital Commission.....	529 Sussex Drive.....	9,044	13,013
National Capital Commission.....	Transportation (Sept-Mar).....	40,378	30,132
National Defence Employees Assoc.....	330 McLeod Street.....	15,500	50,465
G H Nelms.....	111 Sparks Street.....	3,920	8,470
O'Connor Realities Limited.....	Empire.....	13,743	39,008
Charles Ogilvy Limited.....	Nicholas and Besserer.....	13,175	59,551
Ottawa Commercial Realities.....	219 Laurier Avenue West (June 29-Mar 31)	196,957	532,773
Ottawa Commercial Realities.....	227 Laurier Avenue West (June 29-Mar 31)	11,000	7,404
Ottawa Plumbing and Heating Limited...	953 Somerset Street West (Apr-July)....	3,104	1,811
Ottawa Typewriter Co Ltd.....	194 Laurier Avenue West.....	2,650	6,810
Paja Realty Limited.....	246 Queen Street.....	7,500	13,750
R Palef and R Seguin.....	116 Lisgar Street.....	26,435	84,300
Ruben Palef.....	270 Laurier Avenue West.....	9,632	17,601
Pebb Enterprises Limited.....	1729 Bank Street.....	8,543	45,681
Rideau Club.....	10 Metcalfe Street.....	5,274	10,500
Rideau Sussex Bldg Co Ltd.....	Plaza.....	4,940	10,730
Murray Rosenblood and Abraham Isaac Rosenberg.....	255 Argyle Avenue.....	81,200	114,000
Royal Trust Company.....	76 Metcalfe.....	17,325	64,984
Sanco Limited.....	Trafalgar.....	17,645	45,200
Leo Sanscartier.....	103 Montcalm Street Hull.....	10,503	36,225

Landlord	Building	Space occupied sq. ft.	Expenditures
J Saxe.....	75 Sparks Street.....	4,950	10,643
S W Schoen & Co Limited.....	Keyes Supply.....	29,353	36,000
Jean Seguin and Leo Labrie.....	150 Montreal Road.....	4,500	11,000
Shirden Investments Limited.....	Majestic Building.....	28,884	41,656
Sovereign Realty Co Limited.....	219 Queen Street.....	8,523	14,056
Sperry Gyroscope Company of Canada Limited.....	45 Spencer Street.....	22,000	23,750
Teron Construction Co Ltd.....	219 Argyle Avenue.....	25,730	88,750
Teron Construction Co Ltd.....	1450 Scott Street (Sept 20-Mar 31).....	13,830	14,680
William Teron Ltd.....	216 Laurier Avenue.....	2,210	6,630
Throughway Rentals.....	1568 Carling Avenue.....	3,608	8,840
Gustav Tilman.....	338 Somerset Street West.....	7,155	7,000
Union Electric Supply.....	Catherine (Sept 28-Mar 31).....	28,884	36,503
Vimy Realty Company Limited.....	Vimy and Annex.....	16,000	30,400
Zeev, Vered & Besner.....	245 Cooper Street.....	31,236	106,024
Rentals, 21, each at a rate of less than \$5,000 per annum.....			16,453
Total rentals.....			\$ 7,671,106

E *Ottawa and Hull—Rental of sound reinforcing equipment for the House of Commons and Senate*—Under agreement, The Bell Telephone Company of Canada was paid \$13,403 and EMI Cossor Electronics Limited \$48,118 for rental and operation and maintenance of the sound reinforcing system in the House of Commons. Tannoy (Canada) Limited received \$24,481 for hire of sound reinforcement and interpretation equipment in the House of Commons Galleries.

F *Ottawa and Hull—Light, power, water and other public and municipal services*—For the following buildings, etc., the expenditures for electric current in each case exceeded \$5,000: Central Experimental Farm—Central Heating Plant \$7,389, Engineering Research \$6,527, Ornamental Plant laboratory and Greenhouse \$23,030, Plant Products \$5,788, Science Service \$60,347; Central Heating Plant—Cliff & Baldwin \$12,523; Centre Block \$47,834; Confederation \$30,356; Confederation Heights—Cafeteria \$6,847, C B C \$14,827, Central Heating Plant \$9,586, Post Office administration \$39,712, Post Office workshop \$10,784, Testing laboratory \$7,874, Sir Leonard Tilley \$47,243, Sir Charles Tupper \$29,784; Connaught \$14,056; Daly \$10,682, Forest Products laboratory \$13,421; Hull Animal Research Institute \$8,917; Hunter \$17,326; Jackson \$24,836; Justice \$8,704; Kaladar \$5,385; Kent-Albert \$6,826; Langevin \$6,500; Lorne \$39,980; Mines and Technical Surveys—552 Booth Street \$15,452, 555 Booth Street \$26,583, 568 Booth Street \$27,746, 588 Booth Street \$13,790, 601 Booth Street \$21,101, Central Heating Plant \$6,170, O U R Laboratories \$6,646, Survey & Mapping \$41,537; National Defence—Building "A" \$16,762, Building "B" \$25,611, Building "C" \$16,385; National Printing Bureau (Hull) \$134,092; National Research (Sussex Drive) \$41,279; Old Printing Bureau \$15,517; Ottawa District Office—Plouffe Park \$17,814; Postal Station "B" \$6,410; Postal Terminal "A" \$22,552; Recreational Association \$12,667; R C M P Headquarters \$35,061; Supreme Court \$12,658; Temporary No 2 \$8,249; Temporary No 3 \$10,160; Temporary No 4 \$6,390; Temporary No 5 \$6,590; Temporary No 6 \$7,665; Temporary No 8 \$19,670; Trade and Commerce \$21,996; Tunney's Pasture—Archival Storage \$27,680; Atomic Energy \$5,786, Central Heating Plant \$6,224, Brooke Claxton \$45,780, Dominion Bureau of Statistics \$40,455, D V A record storage \$42,909, Finance \$21,292, Food & Drug laboratory \$13,922, Hygiene laboratory \$7,043, Standard \$7,207, Taxation \$28,674, Virus laboratory \$5,569; Veterans Memorial \$25,681; Victoria Memorial Museum \$11,141; West Block \$9,199.

For the following buildings the expenditures for water and water rates in each case exceeded \$5,000: Central Experimental Farm—Cereal crops \$6,059, Central Heating Plant \$7,405, Forage crops \$6,059, Greenhouse Headerhouse \$7,069, Plant Growth \$8,752, Plant Products \$6,059, Science Service \$11,781, Virology Laboratory and Greenhouse \$6,059; Central Heating Plant—Cliff Street \$11,365; Centre Block \$11,043; Confederation \$11,848; Confederation Heights—Central Heating Plant \$7,766, Testing laboratory \$7,944; Connaught \$13,091; Forest Products laboratory \$5,629; Hull Animal Research Institute \$5,074; Jackson \$6,693; Justice \$5,154; Lorne \$5,307; Mines and Technical Surveys—555 Booth Street \$9,928, 568 Booth Street \$17,343, 601 Booth Street \$15,668, 616 Booth Street \$13,941; National Defence—Building "A" \$9,583, Building "B" \$5,874; National Printing Bureau (Hull) \$12,052; National Research (Sussex Drive) \$50,362; Old Printing Bureau \$18,815; Postal Terminal "A" \$7,447; R C M P Headquarters \$10,395; Recreational Association \$6,895; Royal Canadian Mint \$26,881; Supreme Court \$5,881; Temporary No 2 \$5,104; Temporary No 3 \$6,046; Temporary No 8 \$9,287; Trade and Commerce \$6,081; Tunney's Pasture—Archival Storage \$6,553, Atomic Energy \$6,643, Central Heating Plant \$15,440, Brooke Claxton \$10,323, Dominion Bureau of Statistics \$12,208; D V A Records \$8,797; Food and Drug laboratory \$8,707; Taxation \$5,296; Veterans Memorial \$7,827.

G *Other than Ottawa and Hull—Professional and special services*—Payments by services with individual payments of \$2,000 or over were:

Caretaking services \$2,143,509—Allied Building Services (1962) Limited Montreal \$278,569—contracts: Montreal Postal Terminal building \$185,000, expenditure \$77,083, (1964-65) Toronto Arthur Meighen building \$140,400, expenditure \$70,200, to date \$105,300, Winnipeg General Post Office building \$188,000, expenditure \$94,000; American Building Maintenance Co Limited Vancouver \$34,358; Ross Anderson Richmond Hill Ont \$3,000; Anglo-Canadian Building Maintenance Toronto \$25,592; Arthur Bros Window & Floor Cleaning Services

Cornwall Ont \$2,300; Atlas Building Maintenance Ltd Toronto \$7,729; Banner Building Maintenance North Vancouver \$36,000; Arthur Bellefeuille Ste Genevieve de Pierrefonds Que \$2,872; Oscar Brault Montreal \$6,626; Wilbert Austin Brown Prince Albert Sask \$2,702; Building Maintenance Service Hamilton Ont \$13,992; Canadian Building Maintenance Company Ltd Victoria \$16,407; Chalifour & Langevin Inc Ville les Saules Que \$2,946; City Cleaners Ltd Regina \$4,375; Harry S Denning Cleaning Services Limited Toronto \$23,032; Entre-tiens Industriels & Sanitaires "Orleans" Enrg Quebec \$10,392; Excelsior Building Maintenance Ltd Vancouver \$3,144; Alexander Faulds Oliver B C \$2,803; Ovila Fontaine Chambly Que \$2,800; Jonathan Francis Limited Hamilton Ont \$28,140; Cecil C Johnson Shellbrook Sask \$2,025; Mr & Mrs R Keitel Lacombe Alta \$3,528; King's Interior Cleaning and Janitorial Services Port Arthur Ont \$11,460; La Cooperative Maintenance de Quebec Enr Levis Que \$16,675; William McAter Killarney Man \$2,567; McClean Building Cleaning Service Ltd Regina \$4,107; Gordon A MacEachern Ltd Toronto \$29,217; Eudore McRae Gaspé Que \$4,125; Mercury Maintenance Services Limited Ottawa \$70,038; Modern Building Cleaning Services of Canada Limited Ottawa \$215,919—contract (1964-65) Vancouver General Post Office building \$240,722, expenditure \$119,960, to date \$240,722 (final); Mucon Cleaning Services Limited Halifax \$4,400; National Building Maintenance Ltd Vancouver \$16,200; Nation-Wide Interior Maintenance Co Ltd Montreal \$167,640; Quebec Nettoyeur a Domicile Enr Quebec \$5,970; Mark F Rukin Ladysmith B C \$2,180; Sanitary Cleaners Limited St John's \$11,825; Sanitation & Industrial Maintenance Company Ltd St Henri Que \$42,058; Scollard Maintenance Ltd Toronto \$5,816; Michel Simard Roberval Que \$3,975; contract (1964-65): Taymac Building Services Limited Scarborough Ont Toronto Mackenzie building \$178,000, expenditure \$81,583, to date \$170,583; Earl Toal Cochrane Ont \$4,320.

Consultants' fees \$11,821.

Inspection service \$5,382.

Protection services \$94,828—Canadian Corps of Commissionaires Montreal \$47,987, Dominion Electric Protection Company Ottawa \$17,459.

Sanitary services \$50,551—The Canadian Linen Supply (Ontario) Ltd Toronto \$5,556, New System Towel Co Ltd Montreal \$15,884, Sunshine Uniform Supply Co Ltd Toronto \$2,923, Toilet Laundries Limited Montreal \$2,900.

Surveyors' fees \$2,729.

Venetian and roller blinds services \$35,441—Automatic Venetian Blind Laundry Ltd Montreal \$19,115.

Window cleaning \$189,276—McGill Window Cleaning Montreal \$17,138, Modern Building Cleaning Service of Canada Limited Vancouver \$10,305, Mortimer Window Cleaning Saint John N B \$4,290, New York Window Cleaning Company Toronto \$20,125, A S Piper & Sons Window Cleaning Co Winnipeg \$15,161, Quebec Nettoyeur a Domicile Enr Quebec \$5,970, Skylight Window Cleaning Co Hamilton Ont \$6,198, Sparky's Cleaning Services Ltd Sydney N S \$5,230, Streakless Window Services Limited Halifax \$8,954, Taymac Building Services Ltd Toronto \$2,018.

Miscellaneous services \$538,482.

H *Other than Ottawa and Hull—Materials and supplies*—Expenditures comprised: heating \$2,317,742, caretaker supplies \$372,073, electric bulbs \$274,938, fire extinguisher refills \$10,738, sundries \$350,308.

I *Other than Ottawa and Hull—Repairs and upkeep of buildings, etc.*—Expenditures comprised: additions and improvements \$212,577, alterations \$733,776, painting \$695,791, lock boxes \$228,571, upkeep of plumbing \$456,625, elevator maintenance \$557,063 of which Otis Elevator Company Limited received \$398,503 and Turnbull Elevator of Canada Limited received \$72,062, other repairs \$828,517, miscellaneous materials for repairs \$1,571,303.

Expenditures by provinces follow:

	Expenditures
Newfoundland.....	297,630
Nova Scotia.....	204,039
Prince Edward Island.....	65,004
New Brunswick.....	173,537
Quebec.....	1,093,916
Ontario.....	988,002
Manitoba.....	706,066
Saskatchewan.....	250,648
Alberta.....	345,428
British Columbia.....	510,468
Northwest Territories.....	230,752
Yukon Territory.....	324,974
Outside of Canada.....	93,759
	<hr/>
	\$ 5,284,223

J *Other than at Ottawa and Hull—Rents*—Rentals for space occupied by the Government Services outside of Ottawa and Hull for the fiscal year, or during the periods shown, are listed below. The comparable figure for the fiscal year 1964-65 was \$4,417,555.

Location and Landlord		Space Occupied sq. ft.	Expenditures
London, England			
Canada House.....		25,000	90,450
6 Pall Mall East			
Graham Family Settled Estate.....		2,256	9,269
New York, USA			
Canada House			
Cushman & Wakefield Inc.....		3,046	28,381
Chicago USA			
Carbide and Carbon building.....		6,217	8,553
San Francisco USA			
Fireman Fund Insurance Co.....		1,327	9,056
<i>Newfoundland</i>			
Carol Lake			
Carol Lake Shopping Centre (Aug 1-Mar 31).....		3,390	10,917
Corner Brook			
The Bank of Montreal (May 1-Mar 31).....		1,575	5,558
Wabush			
Wabush Enterprises Ltd.....		3,150	13,554
<i>Nova Scotia</i>			
Amherst			
Sophie Attis, Executrix estate of J Samuel Abraham.....		3,103	6,210
D A Casey.....		2,575	5,170
Enamel & Heating Products Limited.....		12,563	12,000
Halifax			
Canadian National Railways.....		33,999	11,880
C D Davison, Trade & Commerce building.....		1,340	5,000
C D Davison and Company.....		2,576	8,750
National Harbours Board (Jan 1-Dec 31).....		109,084	301,214
<i>New Brunswick</i>			
Caraquet			
La Federation des Caisses Populaires Canadiennes Ltee (Feb 1-Mar 31).....		2,457	5,478
Moncton			
Humphrey Realty Limited.....		15,032	18,628
Oromocto			
Town of Oromocto Development Corporation.....		3,850	11,550
<i>Quebec</i>			
Baie Comeau			
Royal Canadian Legion.....		2,987	10,456
Beloil			
Hormidas Millaire.....		4,400	11,640
Chateauguay			
J Louis Faubert & F Vinet.....		3,345	6,912
Dorval			
Department of Transport.....		12,219	17,831
Fabreville			
Rapoport Investment Corp.....		11,500	17,250
Gagnon			
Laurent Brodeur Inc.....		2,084	6,252
Hauterive			
Adelard Paul Gagnon.....		3,424	7,779
Lac Megantic			
La Ville de Lac Megantic.....		3,458	8,100
Laval			
Eight fifty five Blvd Labelle Inc (Nov-Mar).....		4,900	5,411
Longueuil			
Gaston, Donat & Gerald Veronneau (Dec-Mar).....		2,536	6,520
Marcel Mongeau.....		6,811	17,027

Location and Landlord	Space Occupied sq. ft.	Expenditures
<i>Quebec—Concluded</i>		
Montreal		
Aeterna-Vie	2,766	23,820
Amherst Building Corporation	4,732	15,000
Atco Industries Limited	3,000	23,345
Bank of Montreal	17,470	96,260
The Bay Realties Limited (Apr 1-30)	20,700	2,083
Cadillac Building Inc (Nov 1-Mar 31)	3,100	6,245
Canadian National Railways	180,340	727,704
Cenco Building Co Ltd	24,326	35,800
Elite Investments Quebec Ltd	4,200	13,020
S Green & M Schwartz	9,178	38,167
J A Henderson Industries Ltd	8,220	9,800
L'Alliance Renta Societé	4,150	8,300
National Harbours Board	4,373	8,309
Nordic Development Corporation	107,000	107,000
Place Decarie Inc	43,560	99,442
Place Victoria-St Jacques Co Inc (Aug 1-Mar 31)	3,238	21,047
Place Ville-Marie Corporation	1,600	11,703
J J Shea and Company Limited	9,925	22,500
Timmins Aviation (Terminal) Limited	7,200	54,066
Pointe aux Trembles		
Jean Langelier	4,000	14,000
Pointe Claire-St Charles Road		
C S Barden	20,850	21,475
Port Cartier		
Gabriel Pelletier	1,500	5,617
Quebec		
Adelard Laberge (Blvd des Capucins building)	4,284	9,100
Edifice Myrand Inc	2,650	9,260
National Harbours Board	262,375	15,229
Palais Montcalm—The Corporation of the City of Quebec	2,414	6,036
Maurice Pollack Realty Company Limited	38,658	93,380
St Lambert		
Seaway Building Reg'd	4,000	18,000
Ste Foy		
Wilfred Legare Inc	5,184	14,774
La Societe Delta Inc	3,378	10,134
Ste Therese de Blainville		
La Fabrique Ste Therese	4,286	10,392
Rosario Fournier	3,500	9,917
Sept Iles		
Edifice Laure Inc	5,400	9,800
Donat Richard (Apr 1-Jan 31)	2,000	5,000
Valleyfield		
Les Constructions Aurores Boréales (July 1-Mar 31)	4,000	9,600
Ludovic Montpetit	6,852	9,648
Victoriaville		
Edifice Langlois Inc	6,000	11,280
<i>Ontario</i>		
Ajax		
Ajax Linoleum Company Limited	3,243	7,719
Blenheim		
Corporation of the Town of Blenheim	3,500	6,400
Burlington		
Bustin Investments Ltd	1,752	7,260
Clarkson		
Clarkson Holdings Limited	7,175	19,283

Location and Landlord	Space Occupied sq. ft.	Expenditures
<i>Ontario—Continued</i>		
Cooksville		
Violet Copeland.....	3,958	10,093
Cornwall		
Cornwall Columbus Club Limited.....	9,000	12,000
Stradwick Ottawa Ltd.....	2,640	6,900
Fort William		
T A Jones Construction Ltd (Apr 1-Aug 31).....	2,830	2,500
Hamilton		
Herbert E Lashmar.....	3,572	9,644
Tuxedo-Bond (Hamilton) Limited.....	4,500	11,820
Vlajkov Investments Limited.....	4,000	10,800
Islington		
Mar-Thorn Investments Ltd.....	14,185	21,200
Kingston		
H Polson and Jessie C Polson.....	3,000	5,004
Kitchener		
A I Rosenberg.....	10,000	16,800
Lambeth		
Central Terminal Warehousing.....	1,865	2,337
London		
Flagship Investments.....	2,700	13,341
Link Holdings Ltd.....	16,300	16,242
North American Automobile Association (Oct 1-Mar 31).....	6,794	9,450
Malton		
Government of Canada—Department of Transport.....	6,950	22,850
Wigmar International Investments.....	4,480	16,790
Perth		
Samuel Baylin.....	7,100	6,000
Port Colborne		
Richard Shibley.....	2,565	5,400
St Catharines		
Yield Investments Ltd.....	3,250	11,271
Sault Ste Marie		
Camston Ltd (Oct 1-Mar 31).....	4,326	5,932
Scarborough		
Joseph Gossin & Harry Silver.....	7,752	13,920
Trans-Bay Investments.....	8,000	24,000
Sturgeon Falls		
Bruno Vannier and Jacques Coulombe.....	2,350	5,287
Sudbury		
Netto Holdings Ltd.....	9,472	24,311
Thornhill		
Roy B Wice and Julia M Wice.....	3,860	8,400
Toronto		
131 Bloor St West Ltd.....	5,100	39,840
Ace Warehousing (April 1-June 30).....	20,200	6,330
Hyman Atlin.....	13,930	20,767
Bexley Properties Limited.....	27,578	85,706
Jean Bloom and Lily Bloom.....	10,433	9,350
Brutocao Investments Ltd.....	7,470	11,242
Charlmar Properties Ltd.....	7,873	25,194
E W Dempster.....	10,031	12,867
Dundas Pacific Holdings Ltd.....	35,280	79,000
Exchequer Investments Ltd.....	2,146	12,793
Exchequer Investments Ltd.....	38,616	93,180
Mrs Fern Horowitz.....	8,780	16,951
International Realty Co Ltd.....	19,000	18,000
Jocar Holdings Ltd (Feb 26-Mar 31).....	8,485	2,080

Location and Landlord	Space Occupied sq. ft.	Expenditures
<i>Ontario—Concluded</i>		
<i>Toronto—Concluded</i>		
Kinhurst Investments (May 10 1965-Mar 31 1966).....	7,987	14,083
Manru Realty Ltd.....	4,621	7,380
Marjus Corporation Ltd (Aug 16-Mar 31).....	9,900	26,784
Murshel Investments Limited.....	10,400	32,000
Medical—Dental Syndicate.....	13,499	41,238
Meyer Pearl and Gabriel Perl.....	5,758	7,700
Pentlands & Baker (Aug 16-Mar 31).....	5,100	14,671
Revenue Properties Co Ltd.....	7,860	14,214
Scarstate Holdings Limited.....	12,600	19,700
The Standard Life Assurance (Sept 1-Mar 31).....	1,563	13,040
Sussmill Investments Limited.....	5,076	6,072
Terminal Warehouses Limited.....	20,530	26,350
The Toronto Terminals Railway Company.....	93,152	98,697
Maurice Weisdorf and Earl W Gardner.....	9,510	21,397
<i>Trenton</i>		
Canadian Imperial Bank of Commerce.....	1,470	5,880
Kenney Motors Ltd (Apr 1-Aug 31).....	4,300	2,675
<i>West Hill</i>		
Bowmile Holdings Ltd.....	4,816	11,390
<i>Willowdale</i>		
Alexander R Kaye.....	3,021	10,184
<i>Manitoba</i>		
<i>St Boniface</i>		
Ingvar Oterholm.....	1,872	5,280
<i>St James</i>		
Levit Sign Co Ltd.....	1,400	5,000
<i>Thompson</i>		
Theatre Holding Corporation Ltd (Apr 1-Aug 15).....	2,350	2,634
<i>Winnipeg</i>		
Canpac Enterprises Limited.....	5,920	11,562
Credit Foncier Franco Canadien (Aug 7-Mar 31).....	1,450	4,169
C H Enderton & Co Ltd.....	2,900	9,363
Hanover Estates Ltd.....	3,510	11,396
W H McWilliams.....	6,750	12,000
New Hargrave Investments Ltd (Dec 11-Mar 31).....	3,000	3,000
Oxford Leaseholds Limited.....	4,395	15,878
Trader's Building Association Limited.....	3,198	10,116
Department of Transport.....	2,309	5,195
<i>Alberta</i>		
<i>Calgary</i>		
Thomas D Barnes.....	9,050	23,500
Canadian Pacific Railway.....	4,000	7,260
Canbritam Development Corp Ltd (Nov 20-Mar 31).....	3,900	5,359
Eric Clarke & Roger Clarke.....	3,024	7,920
Danish Canadian Club.....	13,000	19,500
Glendale Properties Ltd.....	4,900	12,250
Charles Holem.....	6,000	17,400
Marathon Realty Inc (Dec 20-Mar 31).....	12,690	4,104
Northern Electric Building.....	3,377	11,526
Oil Exchange Building.....	2,375	10,000
<i>Drayton Valley</i>		
Pembina Projects Ltd.....	2,228	5,941
<i>Edmonton</i>		
D Achtem (Letter Carrier Depot No 5).....	2,728	5,456
D Achtem (Postal Station 1).....	6,076	13,671

Location and Landlord	Space Occupied sq. ft.	Expenditures
<i>Alberta—Concluded</i>		
<i>Edmonton—Concluded</i>		
Andy's Construction Ltd.....	7,023	18,938
Baramy Investments Ltd.....	5,230	11,673
City Limit Shopping Centre Ltd.....	6,113	17,728
O M Lakusta (April 1-April 30).....	6,120	1,279
Department of Transport (April 1-Dec 31).....	1,895	4,265
United Management Ltd (April 24-March 31).....	8,340	22,307
<i>Fort McMurray</i>		
Chartered Investments Ltd (Sept 1-Mar 31).....	2,960	3,867
<i>Ponoka</i>		
C W Healing.....	3,600	7,380
<i>St Paul</i>		
Joseph Yakimec (Mar 18-Mar 31).....	2,826	271
<i>Sherwood Park</i>		
Campbellton Shopping Centre Ltd.....	1,950	6,337
<i>Valleyview</i>		
Neary & Bell Motor Hotel Ltd (Nov 1-Mar 31).....	2,700	1,080
<i>British Columbia</i>		
<i>Abbotsford</i>		
Davy Crockett Motor Hotels Ltd (Dec 18-Mar 31).....	3,279	2,768
<i>Burns Lake</i>		
Anderson & Brown.....	2,953	6,954
<i>Kelowna</i>		
Dr Don Lim.....	4,410	7,800
<i>North Surrey-Whalley</i>		
R V Stanton & J L Davidson.....	4,710	5,160
<i>Richmond</i>		
Brian Craig Wood.....	5,800	6,720
<i>Squamish</i>		
John W Drenka (Jan 1-Mar 31).....	2,756	1,502
<i>Vancouver</i>		
Braburn Estates Limited (Postal Station "L").....	8,500	5,400
Mary Braim, Ethel A Budd, Sarah J Hutchison and Marjorie L MacDonald..	10,680	26,075
Canadian Pacific Railway Co.....	13,514	16,044
Guaranty Trust Company of Canada (Postal Station "G").....	5,966	5,400
Guaranty Trust Company of Canada (Postal Station "K").....	5,400	6,600
Flora M King.....	8,667	14,400
Phillips Estate Ltd (Mar 1-Mar 31).....	3,835	1,598
Vancouver City Parks Board.....	428	7,500
Mae Wadden.....	6,000	7,800
<i>Victoria</i>		
Joneade Estates.....	11,204	13,033
<i>Northwest Territories</i>		
<i>Yellowknife</i>		
French's Transport Ltd (Jan 12-Mar 31).....	2,336	2,188
Husky Rentals Limited.....		32,800
MacKenzie Property Development Ltd.....	363	18,000
<i>General</i>		
Rentals, 1,061, each at a rate of less than \$5,000 per annum.....		1,492,598
Total rentals.....		<u>\$ 5,437,703</u>

Furniture and furnishings for government departments

	Estimates	Allotments	Expenditures
Freight, express and cartage.....	(6) 45,000	97,121	97,121
Furniture and furnishings.....	(11) 4,163,000	4,110,879	3,999,583
	\$ 4,208,000	\$ 4,208,000	\$ 4,096,704
Total Vote 5.....	\$68,502,200	\$68,502,200	\$66,454,444

Vote 10 Acquisition of equipment and furnishings other than office furnishings		1,354,000
Expenditures.....	(16)	\$ 1,184,910

Vote 15 Construction, acquisition, major repairs and improvements of, and plans and sites for, public buildings (including expenditures on works on other than federal property); provided that no contract may be entered into for new construction with an estimated total cost of \$50,000 or more unless the project is individually listed in the details of estimates.....		34,025,000
Vote 15b.....		1
Vote 15e.....		1
		34,025,002
Expenditures.....	(13)	\$34,025,002

Expenditures included ex-gratia payment of \$100 or over as follows:

Particulars and payee	Authority	Amount
Payment made for expenses incurred by the firm due to expropriation of land at Georgetown, Ont.		
Loblaws Groceteria Limited.....	P.C. 1965-32/1711, September 22, 1965	\$ 550

Newfoundland

	Estimates	Allotments	Expenditures
Burgeo—Public building—To complete.....	100,000	152,146	152,146
Contract (1964-65): Saunders, Howell & Company Ltd \$148,095, expenditure \$145,505.			
St Alban's—Public building.....	50,000	54	54
Contract: Fortress Engineering Limited \$48,000, no payments.			
St George's—Public building.....	50,000	51,037	51,037
Springdale—Public building.....	30,000	29,001	29,001
	\$ 230,000	\$ 232,238	\$ 232,238

Nova Scotia

	Estimates	Allotments	Expenditures
Annapolis Royal—Public building—To complete.....	120,000	5,362	5,362
Leslie R Fairn & Associates Halifax received \$4,185 for plans and specifications.			
Planning not completed.			
Halifax—Federal building—Cleaning exterior stonework.....	60,000	23,219	23,219
Halifax—Public building—To complete.....	600,000	991,900	991,900
Contract (1964-65): Cambrian Construction Limited \$1,464,500, expenditure \$949,492, to date \$1,297,031 including holdbacks \$17,377. Webber Harrington & Associates Halifax received \$42,386 for preparation of drawings and specifications etc., to date \$83,406.			
Hubbards—Public building.....	50,000	83,287	83,287
Purchase of site			
Neil C MacLean \$30,000.			

Nova Scotia—Concluded

	Estimates	Allotments	Expenditures
Port Hawkesbury—Public building—To complete.....	140,000	191,982	191,982
Contract: Eastern Contracting Limited \$192,803, expenditure \$178,734. J Philip Dumaresq & Associates Halifax received \$9,584 for plans and specifications, to date \$14,723.			
Sheet Harbour—Public building.....	50,000	43,699	43,699
	<u>\$ 1,020,000</u>	<u>\$ 1,339,449</u>	<u>\$ 1,339,449</u>

New Brunswick

	Estimates	Allotments	Expenditures
Lameque—Public building.....	50,000	43,152	43,152
	<u>\$ 50,000</u>	<u>\$ 43,152</u>	<u>\$ 43,152</u>

Quebec

	Estimates	Allotments	Expenditures
Chateauguay—Public building—To complete.....	175,000	179,538	179,538
Contract (1964-65): M P Murphy Ltd \$179,297, expenditure \$174,817. Goodfellow & Hughes Montreal received \$3,827 for plans and specifications, to date \$9,705.			
Dorion-Vaudreuil—Public building—Addition and alterations—To complete.....	60,000	84,421	84,421
Contract (1964-65): M & H Gauthier & Freres Limitée \$110,557, expenditure \$84,294, to date \$110,557 (final).			
Hauterive—Public building.....	75,000		
Planning not completed.			
Hull—Printing Bureau building—Alterations.....	135,000	124,720	124,720
Contract: Beaudoin Construction Ltd \$131,306, expenditure \$118,883. Belasky, Renaud & Associates consulting engineers Hull Que received \$5,837 for preparation of plans and specifications.			
Laprairie—Public building.....	50,000	19,019	19,019
Purchase of site			
La Ville de Laprairie \$18,000.			
Contract: Leonard J Weber Construction Co \$164,700, no payments.			
Loretteville—Public building—Addition and alterations.....	50,000	89	89
Contract: Les Peintures Saguenay Enr \$47,900, no payments.			
Louiseville—Public building—To complete.....	60,000	10,599	10,599
Contract (1964-65): Delmont Construction Ltée \$245,381, expenditure \$10,006, to date \$245,381 (final). Maurice Denoncourt Three Rivers Que received \$593 for plans and specifications, to date \$15,429 (final).			
Montreal—Cote St Luc Postal station—Addition and alterations—To complete.....	65,000	68,980	68,980
Contract (1964-65): Leonard J Weber Construction Co \$137,412, expenditure \$68,980, to date \$137,412 (final).			
Montreal—Alterations to former Canadian Converters building... Project deferred.	100,000	9,378	9,378
Montreal—International Civil Aviation building—Improvements.	400,000	151,458	151,458
Contract: E C Ferrée Ltd \$144,133, expenditure \$144,133 (final). T Pringle & Son Limited industrial consultants Montreal received \$7,217 for design, study and report on air conditioning system and preparation of drawings and specifications etc., to date \$11,217.			
Montreal—National Film Board—Completion of storage building and addition and alterations to Administration building.....	375,000	293,458	293,458
Contract (1964-65): Prieur Entreprises Inc \$333,585 for construction of storage building addition, expenditure \$275,315, to date \$314,876. Desnoyers Brodeur Mercure St Hyacinthe Que received \$9,366 for the design and preparation of drawings and specifications etc., to date \$15,599.			

Quebec—Concluded

	Estimates	Allotments	Expenditures
Montreal—National Revenue building—Alterations and improvements	100,000	2,881	2,881
Contract: Royalite Metal Furniture Company Limited \$28,695, no payments.			
New Carlisle—Public building	50,000		
Planning not completed.			
New Richmond—Public building	125,000	20,225	20,225
Purchase of site			
Alban Leblanc \$16,500. Foundation Testing Inc Montreal received \$3,299 for soil investigation.			
Pointe Gatineau—Public building—To complete	200,000	33,771	33,771
Contract: Gerald Lafortune Construction Inc \$199,992, expenditure \$27,617 including holdbacks \$1,381. Sarra-Bournet Audet and Langlois Hull Que received \$5,076 for preparation of sketches, to date \$7,276.			
Repentigny—Public building	100,000	3,075	3,075
Jean Daunais Repentigny Que received \$2,921 for plans and specifications etc.			
Planning not completed.			
St Bruno—Public building	60,000	97,087	97,087
St Eustache—Public building—Addition and alterations	80,000	75,103	75,103
St Lambert—Public building—To complete	180,000	209,630	209,630
Contract: Coronation Construction Ltd \$235,396, expenditure \$195,734. Larose, Larose, Laliberté and Petrucci Mont Royal Que received \$12,698 for plans and specifications.			
St Therese de Blainville—Public building	100,000		
Project deferred.			
Valleyfield—Public building	250,000	1,500	1,500
Project deferred.			
	<u>\$ 2,790,000</u>	<u>\$ 1,384,932</u>	<u>\$ 1,384,932</u>

Ottawa

	Estimates	Allotments	Expenditures
Ottawa—Administration building for Department of Agriculture . .	4,000,000	2,875,179	2,875,179
Contracts: (1959-60) Hart Massey \$763,270 for preparation of plans and specifications of construction of the new headquarters building, expenditure \$125,531, to date \$763,270; (1963-64) McNamara Construction of Ontario Limited \$9,416,117, expenditure \$2,727,930, to date \$7,316,061 including holdbacks \$203,911; O'Leary's (1956) Limited \$193,299, no payments.			
Ottawa—Building for Taxation Division, Department of National Revenue	750,000	160,755	160,755
Contract (1961-62): Page & Steele in association with Moody Moore and Partners Toronto \$455,922 for preparation of plans and specifications, expenditure \$154,854, to date \$455,922.			
Ottawa—Central Experimental Farm—Alterations and improvements to greenhouses	100,000	83,297	83,297
Contract: Lord & Burnham Co Limited \$113,464, expenditure \$83,297.			
Ottawa—Central Experimental Farm—Improvements to Central Heating Plant	115,000	27,048	27,048
Contract: Canadian Comstock Company Limited \$146,981, expenditure \$20,900. J Klassen and Associates Ltd consulting engineers Ottawa received \$6,071 for design re additional boiler, to date \$9,191.			
Ottawa—Central Experimental Farm—Improvements to sanitary and storm sewers—To complete	100,000	162,853	162,853
Contract: Alcan Colony Contracting Limited \$159,288, expenditure \$159,288 (final).			

Ottawa—Continued

	Estimates	Allotments	Expenditures
Ottawa—Central Experimental Farm—Neatby building—Improvements.....	100,000	5,468	5,468
J L Richards & Associates Limited consulting engineers Ottawa received \$1,822 for preparation of plans and specifications etc., to date \$3,347.			
Ottawa—Central Heating Plant on Cliff Street—Improvements..	100,000	1,286,780	1,286,780
Contracts: Samuel Crump Co (Quebec) Limited \$786,443, for distribution piping system phase 1 for central heating and cooling system, expenditure \$786,443 (final). The Consumers' Gas Company \$407,966, expenditure \$404,828 including holdbacks \$3,720. Surveyer, Nenniger & Chenevert consulting engineers Montreal received \$93,195 for field inspection and supervision.			
Ottawa—Confederation Heights—Site development and improvements.....	300,000	239,711	239,711
Contract (1964-65): Canadian Comstock Company Limited \$374,432, expenditure \$230,250, to date \$374,432 (final). J Klassen & Associates Ltd consulting engineers Ottawa received \$6,853 re section "A" for plans and specifications, to date \$20,990, re section "B" \$2,400, to date \$15,911 (amends reporting in public accounts 1964-65).			
Ottawa—Environmental Health Centre for Department of National Health and Welfare—To complete.....	500,000	655,724	655,724
Contracts: (1963-64) Perini Limited \$2,861,861, expenditure \$621,018, to date \$2,792,725 including holdbacks \$108,585; (1961-62) Craig Madill Abram & Ingleson Ottawa \$202,192 for design and preparation of plans and specifications etc., expenditure \$27,060, to date \$202,192.			
Ottawa—Food and Drug Laboratory—Alterations and improvements.....	170,000	165,305	165,305
Contract: M J Lafortune Construction Limited \$166,186, expenditure \$157,052. J Klassen & Associates Ltd consulting engineers Ottawa received \$476 for a preliminary investigation of plans and specifications etc., to date \$25,173 (final).			
Ottawa—Jackson building—Alterations and improvements—To complete.....	200,000	188,100	188,100
Contract: Otis Elevator Company Limited \$235,198, expenditure \$188,100.			
Ottawa—Magnetic Laboratory for the Department of Mines and Technical Surveys.....	100,000	12,487	12,487
McRostie Seto Genest & Associates Ltd consulting engineers Ottawa received \$2,793 for soil investigation. Auguste Martineau, Ottawa received \$8,488 for plans and specifications etc.			
Ottawa—National Library.....	3,500,000	5,128,649	5,128,649
Contract (1963-64): Ellis-Don Limited \$11,466,890, expenditure \$4,967,094, to date \$8,811,746 including holdbacks \$192,233. Mathers and Haldenby Toronto received \$161,139 for preparation of plans and specifications etc. and supervision of construction, to date \$695,659.			
Ottawa—National Museum.....	1,000,000	1,963,704	1,963,704
Purchase of site			
National Capital Commission \$1,955,450.			
Ottawa—Norlite building—Alterations and improvements.....	50,000		
Planning not completed.			
Ottawa—Parliament buildings—Centre block—Improvements.....	215,000	101,700	101,700
Contract: Prof. Antonio Maranzi \$135,000 for restoration of fabric ceilings in the House of Commons and Senate Galleries, expenditure \$101,700.			
Ottawa—Postal Terminal.....	100,000		
Planning not completed.			
Ottawa—Research Branch buildings for Department of Agriculture	1,500,000	1,056,333	1,056,333
Contract: Beaver Construction \$1,292,988 for Animal Research Institute, expenditure \$955,616. Nicholas Fodor & Associates Limited consulting engineers Toronto received \$4,000 for economic study. J L Richards & Associates Limited consulting engineers Ottawa received \$5,704 for supervision of construction of pumphouse and reservoir.			

Ottawa—Concluded

	Estimates	Allotments	Expenditures
Ottawa—Royal Canadian Mounted Police Headquarters building— Addition, alterations and improvements—To complete.....	200,000	367,777	367,777
Contracts: (1962-63) John Shore Construction Ltd \$2,309,703, expenditure \$35,414, to date \$2,309,703 (final); J R Statham Construction Limited \$167,973, expenditure \$167,973 (final); Dibblee Construction Company Limited \$143,283, expenditure \$17,193. Pentland & Baker Toronto received \$19,440 for plans and specifications etc., to date \$165,846.			
Ottawa—Towards relocation of Mines Branch, Department of Mines and Technical Surveys.....	1,500,000	570,825	570,825
Contract: H J McFarland Construction Company Limited \$361,637 for phase 1a, construction of site development, expenditure \$361,137. A D Margison and Associates Limited consulting engineers Don Mills Ont received \$204,988 for plans and specifications, to date \$373,634.			
Ottawa—Virus Laboratory—Addition and alterations—To complete.....	750,000	1,086,240	1,086,240
Contract (1964-65): Ron Engineering and Construction Limited \$1,295,946, expenditure \$1,049,741, to date \$1,096,708. George E Berni Ottawa received \$36,499 for preparation of drawings and specifications etc., to date \$87,669.			
	\$15,350,000	\$16,137,935	\$16,137,935

Ontario

	Estimates	Allotments	Expenditures
Aurora—Public building—To complete.....	225,000	2,574	2,574
Keenan and Bielaska Toronto consulting engineers received \$2,574.			
Planning not completed.			
Cardinal—Public building.....	50,000	45,537	45,537
Clinton—Public building—To complete.....	100,000	144,538	144,538
Contract (1964-65): Frank Van Bussel & Sons Ltd \$190,339, expenditure \$134,572, to date \$190,339 (final). Harold L Hicks London Ont received \$4,846 for preparation of plans and specifications etc., to date \$13,255.			
Cooksville—Public building.....	100,000	1,778	1,778
Planning not completed.			
Elmira—Public building—To complete.....	100,000	166,457	166,457
Purchase of site Cranson H Brubacher \$8,300 (including advance payment of \$6,800 in 1964-65), Kate B Newton \$14,104 (including advance payment of \$10,400 in 1964-65).			
Contract: Gorsline Construction Limited \$153,691, expenditure \$151,021 including holdbacks \$3,599. John T Ross Galt Ont received \$2,894 for preparation of plans and specifications etc., to date \$6,194.			
Fort William—Old Customs building—Alterations and improvements.....	105,000	129,723	129,723
Contract: A J Wing Construction Limited \$124,557, expenditure \$124,557 including holdbacks \$3,775. W L Wardrop and Associates Ltd Winnipeg received \$2,637 for plans and specifications.			
Fort William—Old Public building—Alterations and improvements.....	75,000	107,463	107,463
Contract: Claydon Company Limited \$103,667, expenditure \$103,632. W L Wardrop and Associates Ltd Winnipeg received \$1,173 for plans and specifications, to date \$2,262.			
Glencoe—Public building.....	50,000	52,659	52,659
Kingsville—Public building—To complete.....	65,000	152,974	152,974
Contract (1964-65): Kubis Home Builders \$159,787, expenditure \$137,046, to date \$159,787 including holdbacks \$3,863. Giffels Associates Limited Toronto received \$8,657 for preparation of drawings and specifications etc., to date \$8,760.			
Kitchener—Public building—Alterations and improvements.....	125,000	73,757	73,757
Contract: Gorsline Construction Limited \$122,623, expenditure \$73,539 including holdbacks \$3,677.			

Ontario—Continued

	Estimates	Allotments	Expenditures
Meaford—Public building—To complete.....	75,000	146,115	146,115
Contract: Lexington Contracting Limited \$183,705, expenditure \$132,238. Nesbitt and Davies Barrie Ont received \$6,912 for plans and specifications, to date \$11,406.			
Moosonee—Public building.....	75,000	2,198	2,198
Revision of plans.			
Port Credit—Public building—Addition and alterations.....	50,000	4,736	4,736
Alexander B Leman Don Mills Ont received \$2,946 for preparation of plans and specifications.			
Planning not completed.			
Port Hope—Public building.....	200,000	51,708	51,708
Contract: Chemong Construction Limited \$377,906, expenditure \$38,960. Barnett Rieder & Creighton Port Hope Ont. received \$12,502 for plans and specifications.			
Prescott—Public building—To complete.....	270,000	396,727	396,727
Contract: M Sullivan & Son Limited \$412,880, expenditure \$376,142. Drever & Smith Kingston Ont received \$11,011 for plans and specifications, to date \$25,161.			
Ridgetown—Public building.....	100,000	35,200	35,200
Purchase of site			
The Corporation of the Town of Ridgetown \$32,000. J W Storey Chatham Ont received \$3,080 for preparation of preliminary drawings.			
Scarborough—Postal Station "B".....	100,000	3,260	3,260
Craig Zeidler & Strong Toronto received \$2,310 for preparation of plans.			
Project deferred.			
Streetsville—Public building.....	100,000	51,261	51,261
Purchase of site			
Annie R Hutt \$20,000; Gordon M Hutt \$20,000.			
Contract: W Arch & Sons Building & Construction Limited \$220,531, no payments. Victor C Dale Streetsville Ont received \$9,515 for preparation of plans and specifications etc.			
Sutton West—Public building—Addition and alterations—To complete.....	55,000	427	427
Contract: Holtrop Construction Limited \$44,086; no payments.			
Toronto—Alterations to former Canadian Arsenal building.....	50,000		
Planning not completed.			
Toronto—Arthur Meighen building—Alterations—To complete....	50,000	70,703	70,703
Contract (1964-65): Kamrus Construction Limited \$145,397, expenditure \$69,074, to date \$144,085. G Granek & Associates consulting engineers Toronto received \$1,629 for survey and preparation of drawings, to date \$6,556.			
Toronto—Mackenzie building—Improvements.....	300,000	299,534	299,534
Contract: Black McDonald Limited Ontario \$317,725 for supply and installation of air conditioning equipment, expenditure \$264,570. Shore & Moffat & Partners Toronto received \$12,020 for air conditioning installation, to date \$15,020.			
Toronto—Postal Station "L"—To complete.....	275,000	232,223	232,223
Purchase of site			
S B Hotels Ltd \$27,500.			
Contract: Kamrus Construction Limited \$408,875, expenditure \$191,178. Ashworth Robbie Vaughan and Williams Toronto received \$11,318 for preparation of plans and specifications, to date \$18,025.			
Toronto—Postal Terminal.....	300,000	148,786	148,786
Gordon S Adamson & Associates Toronto received \$148,213 for plans and specifications etc., to date \$274,339.			
Trenton—Public building—To complete.....	125,000	163,748	163,748
Contract (1964-65): T A André & Sons Limited \$433,566, expenditure \$157,650, to date \$433,566 (final). Harold L Hicks London Ont received \$6,098 for plans and specifications, to date \$32,705.			

Ontario—Concluded

	Estimates	Allotments	Expenditures
Wallaceburg—Public building—To complete.....	240,000	330,493	330,493
Contract (1964-65): The John Hayman & Sons Company Limited \$368,401, expenditure \$317,822, to date \$360,772. Frank A White London Ont received \$11,131 for preparation of plans and specifications, to date \$24,627.			
Watford—Public building	50,000	45,000	45,000
	<u>\$ 3,410,000</u>	<u>\$ 2,859,579</u>	<u>\$ 2,859,579</u>

Manitoba

	Estimates	Allotments	Expenditures
Fort Churchill—Alterations to school and hostel	100,000	151,031	151,031
Thompson—Public building—To complete	125,000	82,708	82,708
Contract (1964-65): Malcom Construction Company Limited \$335,721, expenditure \$75,886, to date \$335,721 (final). Crosier & Greenberg consulting engineers Winnipeg received \$2,250 for structural fees, to date \$3,700.			
Winnipeg—Immigration Hall—Alterations and improvements....	80,000		
Project cancelled.			
Winnipeg—Post Office—Improvements	200,000	66,161	66,161
Green Blankstein Russell Associates Winnipeg received \$4,000 for preparation and submission of a report, re heating and ventila- tion improvements.			
	<u>\$ 505,000</u>	<u>\$ 299,900</u>	<u>\$ 299,900</u>

Saskatchewan

	Estimates	Allotments	Expenditures
Assiniboia—Public building—Addition and alterations	70,000	73,200	73,200
	<u>\$ 70,000</u>	<u>\$ 73,200</u>	<u>\$ 73,200</u>

Alberta

	Estimates	Allotments	Expenditures
Calgary—Public building—To complete	800,000	525,160	525,160
Contract: Universal Construction Co Ltd \$919,710, expenditure \$505,462. W G Milne Calgary Alta received \$19,670 for prep- aration of plans and specifications, to date \$44,241.			
Edmonton—Postal Terminal—Addition and alterations	2,600,000	3,761,898	3,761,898
Purchase of site Tom Dudka \$17,000 (including advance payment of \$15,000 in 1962-63); Steve Romaniuk \$40,000.			
Contract (1964-65): Burns & Dutton Construction (1962) Ltd \$6,571,275, expenditure \$3,614,443, to date \$4,798,723 includ- ing holdbacks \$59,214. K C Stanley and Company in associa- tion with Aberdeen and Groves Edmonton received \$63,858 for the preparation of plans and specifications, to date \$288,008.			
Red Deer—Public building—Addition and alterations	50,000		
Planning not completed.			
	<u>\$ 3,450,000</u>	<u>\$ 4,287,058</u>	<u>\$ 4,287,058</u>

British Columbia

	Estimates	Allotments	Expenditures
Burns Lake—Public building—To complete	90,000	60,435	60,435
Contract (1964-65): Bergen Construction Company Limited \$115,574, expenditure \$60,065, to date \$79,145.			
Fort Nelson—Public building	75,000	244	244
Planning not completed.			

British Columbia—Concluded

	Estimates	Allotments	Expenditures
Haines Road (Mile 75)—Replacement of storage building.....	70,000	78,742	78,742
Kelowna—Public building.....	300,000	34,239	34,239
Purchase of site			
Kelowna Growers Exchange \$79,000 (including advance payment of \$45,600 in 1964-65).			
Planning not completed.			
North Surrey—Public building—To complete.....	250,000	213,530	213,530
Contract (1964-65): Allan & Viner Construction Limited \$243,164, expenditure \$211,722, to date \$243,164 (final).			
Vancouver—Customs building—Alterations.....	250,000	77,035	77,035
Contract: Allan & Viner Construction Limited \$362,939, expenditure \$69,683. Phillips Barratt and Partners Vancouver received \$7,090 for preparation of plans and specifications etc.			
Vancouver—Postal Station "D".....	275,000	36,548	36,548
Contract: Armstrong & Monteith Construction Company Limited \$399,548, expenditure \$18,585. Davidson & Davidson Vancouver received \$12,732 for preparation of plans and specifications etc., to date \$15,702.			
Victoria—Public building.....	800,000	715,984	715,984
Contract: Farmer Construction Ltd \$1,394,106, expenditure \$673,739. Wade Stockdill and Armour Victoria received \$41,755 for plans and specifications etc., to date \$66,486.			
	<u>\$ 2,110,000</u>	<u>\$ 1,216,757</u>	<u>\$ 1,216,757</u>

Yukon and Northwest Territories

	Estimates	Allotments	Expenditures
Fort Simpson—Housing for federal government employees.....	75,000		
Project deferred.			
Fort Simpson—Public building—To complete.....	75,000	34,352	34,352
Contract (1964-65): Poole Construction Limited \$226,364, expenditure \$53,429, to date \$226,364 (final) of which the Department of Northern Affairs & National Resources paid \$47,000 and the Department of Transport \$64,219 (amends reporting in public accounts 1964-65).			
Hay River—Public building—To complete.....	140,000	81,609	81,609
Contract: Silisky Construction Limited \$250,544, expenditure \$77,785.			
Inuvik—Housing for federal government employees.....	325,000	63,319	63,319
Contracts (1964-65): Yukon Construction Co Ltd \$627,122, expenditure \$1,088, to date \$627,122 (final); Yukon Construction Co Ltd \$345,997, expenditure \$54,658 including holdbacks \$2,733.			
Pine Point—Public building.....	50,000		
Project deferred.			
	<u>\$ 665,000</u>	<u>\$ 179,280</u>	<u>\$ 179,280</u>

Outside Canada

	Estimates	Allotments	Expenditures
London England—Alterations and improvements to Canada House J Klassen & Associates Ltd consulting engineers Ottawa received \$6,004 for plans and specifications, to date \$20,890.	500,000	659,211	659,211
	<u>\$ 500,000</u>	<u>\$ 659,211</u>	<u>\$ 659,211</u>

Improvements generally

	Estimates	Allotments	Expenditures
Ottawa.....	200,000	597,493	597,493
Other than Ottawa.....	400,000	708,967	708,967
	<u>\$ 600,000</u>	<u>\$ 1,306,460</u>	<u>\$ 1,306,460</u>

Details of expenditures follow:

	Major repairs and improvements	Other
Ottawa.....	502,034	95,459
Other than Ottawa		
Newfoundland.....	48,380	3,549
Nova Scotia.....	56,627	9,754
New Brunswick.....	16,133	6,239
Quebec.....	150,544	45,805
Ontario.....	155,914	33,320
Manitoba.....	12,389	6,319
Saskatchewan.....	15,793	5,011
Alberta.....	10,884	2,907
British Columbia.....	24,835	20,975
Northwest Territories.....	9,832	42,455
Yukon Territory.....	27,728	3,970
	529,059	179,908
	<u>\$ 1,031,093</u>	<u>\$ 275,367</u>

Advance planning of projects including acquisition of sites

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings and works, including land..	\$ 1,500,000	\$ 221,177	\$ 221,177
Details of expenditures follow:			
	Purchase of sites	Surveys	Other
Newfoundland.....		490	
Nova Scotia.....		171	825
New Brunswick.....		203	1,118
A Quebec.....	45,000	4,929	11,876
B Ontario.....	72,028	5,464	7,703
C Ottawa.....		1,030	52,502
Manitoba.....			92
Alberta.....			330
D British Columbia.....	13,500	898	3,018
	<u>\$ 130,528</u>	<u>\$ 13,185</u>	<u>\$ 77,464</u>

A Montreal Postal Station Notre-Dame-de-Grace

Purchase of site

Rita Marie Conway \$45,000.

Montreal Unemployment building—Northern Zone

Jodoin, Lamarre & Pratt Montreal received \$8,096 for the design, preparation of drawings and specifications etc.

B Essex Federal building

Purchase of site

Gayle Josephine Annett \$22,028.

Port Colborne Federal building

Purchase of site

Thresa Marsh \$50,000.

C Central Experimental Farm—Plant Genetics building

Marani Morris & Allan Toronto received \$30,534 for plans and specifications, to date \$97,492.

Confederation Heights headquarters for Department of Transport

J B Dufresne & Co Ltd Ottawa received \$5,187 for drilling.

External Affairs building

McRostie Seto Genest & Associates Ltd consulting engineers Ottawa received \$5,417 for investigation of site.

D Osoyoos Federal building

Purchase of site

Helen M Dolan \$13,500.

Balances required to complete any projects undertaken in previous fiscal years and for which no specific provision is made in the fiscal year 1965-66

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings and works, including land . .	\$ 700,000	\$ 676,262	\$ 676,262
Details of expenditures follow:			
A Newfoundland			5,606
B Nova Scotia			7,733
C New Brunswick			13,925
D Quebec			30,993
E Ontario			223,584
F Ottawa			262,503
Manitoba			3,376
Saskatchewan			80,695
Alberta			1,314
British Columbia			563
G Northwest Territories			24,837
Outside Canada			21,133
			<u>\$ 676,262</u>

A Channel—Port aux Basques—Federal building

Saunders, Howell & Co Limited received \$3,025 as settlement of a claim arising from sub-soil conditions.

B Inverness—Public building

Contract (1963-64): MacDougall Construction Company Limited \$124,395, expenditure \$573, to date \$124,395 (final).

Kentville—Public building

Contract (1961-62): Able Construction Company Limited \$374,960, expenditure \$2,887, to date \$374,960 (revised final).

Shelburne—Public building

Keith L Graham & Associates Halifax received \$478 for plans and specifications, to date \$10,229.

C Edmundston—Public building

Contracts: (1962-63) Leblanc and Gaudet and Associates Moncton N B \$23,027 for the design and preparation of plans and specifications etc., expenditure \$714, to date \$23,027 (final); (1963-64) R E Stewart Construction Corporation \$305,711, expenditure \$6,176, to date \$305,711 (final).

Sussex—Federal building

Simpson Construction Ltd received \$7,000 in settlement of a claim for additional winter works.

D Lachine—Ville La Salle—Postal Station

Contract (1964-65): Electra Construction Ltée \$206,891, expenditure \$2,256, to date \$206,891 (final).

Longueuil—Postal Station

Contract (1963-64): Lemieux & Freres Inc \$103,210, expenditure \$2,810, to date \$103,210 (final).

Quebec—New Postal Terminal

Contract (1960-61): Racey MacCallum and Associates Limited consulting engineers Montreal in association with Pierre Langlois Quebec \$20,000 for plans and specifications etc. of construction of the mail handling equipment, expenditure \$341, to date \$18,814.

E Dryden—Federal building

Contract (1964-65): Saville Construction Company Limited \$222,449, expenditure \$30,298, to date \$222,449 (final).

Fort William—Public building

Contract (1963-64): Bird Construction Company Limited \$1,192,934, expenditure \$17,232, to date \$1,146,234. Wallace Kyro Port Arthur Ont received \$3,894 for plans and specifications etc., to date \$71,256. W L Wardrop & Associates Ltd Winnipeg received \$2,799 for investigation.

Keswick—Public building

Purchase of site

Copeland & McKenna \$7,500.

London—Postal Terminal

Contract (1960-61): Ellis-Don Limited \$3,211,279, expenditure \$6,840, to date \$3,211,279 (final). Blackwell & Hagarty London Ont received \$132 for preparation of plans and specifications etc., to date \$166,811 (revised final).

Midland—Public building

Salter and Allison Barrie Ont received \$363 for plans and specifications, to date \$17,795.

Toronto—Building for Unemployment Insurance Commission

McNamara Construction of Ontario Limited received \$13,889 as authorized by T.B. 648643, November 29, 1965 in settlement of a claim for extra costs incurred due to delayed completion attributable to changes in the work. Page and Steele Toronto received \$3,199 for preparation of plans and specifications etc., to date \$170,072.

Windsor—Federal building

Johnson and McWhinnie Windsor Ont received \$11,828 for plans and specifications etc., to date \$90,249 (revised final).

Woodstock—Public building

Contract (1963-64): Ellis-Don Limited \$500,528, expenditure \$1,784, to date \$500,528 (final).

F Administration building for Department of National Health and Welfare

Contracts: (1960-61) Balharrie Helmer & Morin Ottawa in association with Greenspoon Freeland and Dunne Westmount Que \$407,688 for preparation of plans and specifications etc., expenditure \$1,863, to date \$407,688; (1964-65) Canadian Comstock Company Limited \$192,665, expenditure \$151,665, to date \$192,665 (final).

Parliament buildings

J L Richards and Associates Limited consulting engineers Ottawa received \$4,428 for the design and preparation of tender documents for the construction of parking facilities, to date \$21,660.

Records storage building

Contract (1963-64): John Shore Construction Ltd \$2,175,482, expenditure \$58,218, to date \$2,175,482 (final). Adjeleian Goodkey Weedmark and Associates Ltd consulting engineers Ottawa received \$2,109 for the design and preparation of plans and specifications etc., to date \$51,146.

West Block

Contract (1961-62): Perini Limited \$5,699,499, expenditure \$30,655, to date \$5,699,499 (revised final).

G Hay River—Townsite development

Contract (1964-65): Silisky Construction Ltd \$172,456, expenditure \$24,837, to date \$172,456 (final).

*Miscellaneous works not otherwise provided for,
including expenditures on works on other than federal property*

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings and works, including land . . .	\$ 2,500,000	\$ 3,108,412	\$ 3,108,412

Details of expenditures follow:

	Purchase of sites	Construction	Surveys	Other
A Newfoundland	52,433	486,828	5,265	31,941
B Nova Scotia	32,097	369,374	1,702	18,678
Prince Edward Island		30,960		3,653
C New Brunswick	13,555	97,282	3,510	24,581
D Quebec	113,435	940,244	34,158	93,592
Ontario	18,446	279,407	2,769	47,581
Manitoba		13,032	1,200	5,738
Saskatchewan	8,843	122,057	750	13,031
Alberta		94,414		17,648
British Columbia	3,000	53,977		4,938
Northwest Territories		30,506		125
E Yukon Territory	6,567	18,225	4,077	8,793
	<u>\$ 248,376</u>	<u>\$ 2,536,306</u>	<u>\$ 53,431</u>	<u>\$ 270,299</u>

A Bay de Verde

Purchase of site

R W Bartlett \$115, Quinlan Bros Ltd \$2,700.

Fortune

Purchase of site

John R Dixon \$35,000.

Mount Pearl (St John's)

Purchase of site

The Town of Mount Pearl \$7,000.

B Berwick

Purchase of site

Gerald Bezanson \$6,500.

C	Hartland	
	Purchase of site	
	Miles T Miller \$3,000, Jennie Orser \$8,000.	
D	Carleton-sur-Mer	
	Purchase of site	
	Gerard d'Ambroise \$6,000, M J D Diotte \$1,200.	
	Montreal	
	Purchase of site	
	Marguerite Turcot-MacIntosh \$18,500.	
	St Jean-Port-Joli	
	Purchase of site	
	La Corporation Municipale de St Jean-Port-Joli \$8,000, M Pelletier \$2,000.	
	St Paulin	
	Purchase of site	
	Marcel Dupuis \$3,500, M Paulin Guimond \$1,500.	
	Terrebonne	
	Purchase of site	
	Bernard Ouimet \$3,000, Donat St Yves \$3,500.	
	Val St Michel	
	Purchase of site	
	Roger Cloutier \$7,000.	
E	Fort Nelson	
	Purchase of site	
	Texaco Canada Limited \$6,567.	

Total.....	35,450,000		
Less—Anticipated lapses.....	1,424,998		
Total Vote 15.....	\$34,025,002	\$34,025,002	\$34,025,002

HARBOURS AND RIVERS ENGINEERING SERVICES

Vote 20 Operation and maintenance.....	6,982,300
Vote 20b.....	600,000
	7,582,300
Expenditures.....	\$ 7,382,420

Total revenue arising from the above expenditures amounted to \$528,246.

*Remedial works where damages are caused by,
or endanger, navigation or Federal Government structures*

		Estimates	Allotments	Expenditures
Repairs and upkeep.....	(14)	190,000	190,000	177,056
Contributions.....	(20)	165,000	165,000	153,107
		\$ 355,000	\$ 355,000	\$ 330,163

Details of expenditures follow:

	By contract	By own labour forces	Contributions
Prince Edward Island.....	30,534	442	
Quebec.....	108,760	6,520	39,000
Ontario.....	18,322	8,489	32,907
Manitoba.....		3,989	
British Columbia.....			81,200
	\$ 157,616	\$ 19,440	\$ 153,107

*Repairs and upkeep, including reconstruction and replacements for the
maintenance of services; no new works to be undertaken*

	Estimates	Allotments	Expenditures
Repairs and upkeep of harbour and river work..... (14)	\$ 3,795,000	\$ 3,578,120	\$ 3,539,735

Details of expenditures follow:

	By contract	By own labour forces	Other
Newfoundland.....	364,912	97,926	127,265
Nova Scotia.....	495,729	46,766	32,121
Prince Edward Island.....	121,130	45,926	37,829
New Brunswick.....	294,554	34,298	26,562
Quebec.....	605,908	120,761	53,867
Ontario.....	446,761	18,096	15,134
Manitoba.....	6,996	11,257	28,820
Alberta.....	26,211	189	14,504
British Columbia.....	357,552	33,496	65,337
Northwest Territories.....	9,828		
	<u>\$ 2,729,581</u>	<u>\$ 408,715</u>	<u>\$ 401,439</u>

Dredging—Maintenance and operation of plant

	Estimates	Allotments	Expenditures
Salaries and wages..... (1)	1,280,000	1,280,000	1,254,845
Overtime..... (1)	230,000	327,285	327,284
Subsistence allowance..... (2)	165,000	165,866	165,866
Professional and special services..... (4)	2,600	3,523	3,522
Travelling and removal expenses..... (5)	17,500	18,145	18,144
Freight, express and cartage..... (6)	14,000	14,000	5,487
Telephones and telegrams..... (8)	400	400	279
Materials and supplies..... (12)	375,000	378,560	378,560
Rental of lands and buildings..... (15)	2,500	2,500	396
Repairs and upkeep of equipment..... (17)	440,000	479,336	479,336
Rental of equipment..... (18)	65,000	65,182	65,181
Municipal or public utility services..... (19)	15,000	15,000	13,933
Unemployment insurance contributions and other personal benefits..... (21)	1,300	1,300	882
Sundries..... (22)	9,000	9,000	7,698
	<u>\$ 2,617,300</u>	<u>\$ 2,760,097</u>	<u>\$ 2,721,413</u>

Further details are contained in the following distribution of expenditures which was maintained during the fiscal year under authority of Treasury Board.

	Estimates	Allotments	Expenditures
Newfoundland.....	442,610	456,847	451,847
Nova Scotia.....	69,439	79,883	78,883
Prince Edward Island.....	318,818	320,818	318,817
New Brunswick.....	148,146	148,146	139,370
Quebec.....	327,275	385,907	383,906
Manitoba and Southern Saskatchewan.....	232,150	244,973	239,973
Alberta, Northern Saskatchewan and Northwest Territories.....	313,866	313,866	301,832
British Columbia and Yukon Territory.....	764,996	809,657	806,785
	<u>\$ 2,617,300</u>	<u>\$ 2,760,097</u>	<u>\$ 2,721,413</u>

A comparative statement of expenditures and revenues, by provinces, etc., follows:

	Expenditures		Revenues	
	1965-66	1964-65	1965-66	1964-65
Newfoundland	451,847	309,356		51
Nova Scotia	78,883	102,059		25,200
Prince Edward Island.....	318,817	305,444	19,292	7,228
New Brunswick.....	139,370	198,424	9,719	270
Quebec.....	383,906	315,851	25,747	8,885
Ontario.....		2,061		
Manitoba and Southern Saskatchewan.....	239,973	237,709	5,489	5,908
Alberta, Northern Saskatchewan and Northwest Territories	301,832	264,035		1,687
British Columbia and Yukon Territory.....	806,785	758,777	8,882	15,658
	<u>\$ 2,721,413</u>	<u>\$ 2,493,716</u>	<u>\$ 69,129</u>	<u>\$ 64,887</u>

Maintenance and operation of graving docks, locks and dams

		Estimates	Allotments	Expenditures
Salaries and wages.....	(1)	398,500	424,500	424,345
Overtime.....	(1)	16,000	29,229	29,228
Allowances.....	(2)	1,080	1,080	750
A Professional and special services.....	(4)	13,225	21,128	21,128
Travelling and removal expenses.....	(5)	465	465	257
Freight, express and cartage.....	(6)	560	560	162
Telephones and telegrams.....	(8)	2,810	2,810	2,704
Materials and supplies.....	(12)	42,840	49,789	49,788
Repairs and upkeep of docks, locks and dams and appurtenant works, including materials required therefor..	(14)	165,395	165,395	130,364
Repair and upkeep of equipment.....	(17)	64,900	64,900	7,396
Municipal or public utility services.....	(19)	63,675	63,675	59,841
Unemployment insurance contributions.....	(21)	100	454	453
Canada's share of the cost of the Okanagan Flood Control system.....	(22)	45,000	64,648	64,647
Sundries.....	(22)	450	450	46
		<u>\$ 815,000</u>	<u>\$ 889,083</u>	<u>\$ 791,109</u>

A Payments by services with individual payments of \$2,000 or over were:

Protection services \$16,568—Canadian Corps of Commissionaires Victoria \$16,568.

Miscellaneous services \$4,560.

Further details are contained in the following distribution of expenditures which was maintained during the fiscal year under authority of Treasury Board.

	Estimates	Allotments	Expenditures
GRAVING DOCKS			
Champlain Que.....	203,460	223,460	219,936
Lorne Que.....	147,810	147,810	128,350
Selkirk repair slip Man.....	11,400	13,400	11,425
Esquimalt BC.....	210,005	210,005	206,191
	<u>\$ 572,675</u>	<u>\$ 594,675</u>	<u>\$ 565,902</u>

	Estimates	Allotments	Expenditures
LOCKS AND DAMS			
Fryer's Island Dam Que.....	5,920	5,920	397
Quinze Dam Que.....	24,770	29,770	24,506
Latchford Dam Ont.....	1,225	1,225	1,060
Temiskaming Dams Ont.....	30,200	30,200	25,586
French River Dams Ont.....	41,890	41,890	19,535
St Andrew's Lock and Dam Man.....	73,320	88,320	76,368
Okanagan Flood Control Project.....	45,000	77,083	64,647
Generally.....	20,000	20,000	13,108
	<u>242,325</u>	<u>294,408</u>	<u>225,207</u>
	<u>\$ 815,000</u>	<u>\$ 889,083</u>	<u>\$ 791,109</u>

A comparative statement of expenditures for and revenues from graving docks follows:

	Expenditures		Revenues	
	1965-66	1964-65	1965-66	1964-65
Champlain Graving Dock Lauzon Que.....	219,936	205,295	198,542	225,470
Lorne Graving Dock Lauzon Que.....	128,350	119,833	48,236	51,255
Selkirk repair slip Man.....	11,425	9,175	1,041	3,425
Esquimalt B C Graving dock.....	206,191	201,822	211,298	183,276
	<u>\$ 565,902</u>	<u>\$ 536,125</u>	<u>\$ 459,117</u>	<u>\$ 463,426</u>

A comparative statement of expenditures for locks and dams follows:

	1965-66	1964-65
Fryer's Island Dam Que.....	397	5,439
Quinze Dam Que.....	24,506	22,428
Latchford Dam Ont.....	1,060	8
Temiskaming Dams Ont.....	25,586	26,413
French River Dams Ont.....	19,535	41,843
St Andrews Lock and Dam Man.....	76,368	77,731
Okanagan Flood Control Project.....	64,647	6,398
Generally.....	13,108	13,047
	<u>\$ 225,207</u>	<u>\$ 193,307</u>
Total Vote 20.....	<u>\$ 7,582,300</u>	<u>\$ 7,382,420</u>

Vote 25 Construction or acquisition of equipment.....	1,161,500
Expenditures.....	\$ 514,644

The variation between the appropriation and the total of expenditures charged thereto was due to the Temiskaming Ont Dam project not being completed as anticipated.

Dredging—Construction or acquisition of equipment

	Estimates	Allotments	Expenditures
A Plant and related equipment.....	(16) 496,500	496,500	471,571
Tools and miscellaneous equipment.....	(16) 55,000	55,000	37,950
	<u>\$ 551,500</u>	<u>\$ 551,500</u>	<u>\$ 509,521</u>

A Contracts: (1964-65) Canadian Shipbuilding and Engineering Ltd \$178,167 for reconstruction of Dredge P W D No 201, expenditure \$109,232, to date \$178,167 (final); (1964-65) John Manly Limited \$275,864 for construction and delivery of a 75 foot towing vessel for the Mackenzie River N W T, expenditure \$193,389, to date \$275,864 including holdbacks \$3,000; Star Shipyard (Mercer's) Ltd \$103,181 for construction and delivery of a bunk scow for Dredge P W D No 322, expenditure \$51,590 including holdbacks \$5,159. Consulting engineers fees: Commercial Marine Services Montreal received \$7,532 re installation of accommodation for the crew of drillboat No 401. German, Gilmore and Milne Montreal received \$5,523 for preparation of plans and specifications for conversion of Dredge No 22 to oil-firing, to date \$8,932.

Further details are contained in the following distribution of expenditures which was maintained during the fiscal year under authority of Treasury Board.

	Estimates	Allotments	Expenditures
Newfoundland.....	115,000	36,045	36,045
Nova Scotia.....	500	2,199	2,198
Prince Edward Island.....	17,000	42,604	42,604
New Brunswick.....	37,500	41,433	41,433
Quebec.....	4,500	4,500	4,387
Manitoba and Southern Saskatchewan.....	80,500	132,876	132,875
Alberta, Northern Saskatchewan and Northwest Territories.....	218,500	218,500	195,923
British Columbia and Yukon Territory.....	78,000	73,343	54,056
	<u>\$ 551,500</u>	<u>\$ 551,500</u>	<u>\$ 509,521</u>

*Graving docks, locks and dams—Construction
or acquisition of buildings, works, land and equipment*

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings, works and land.... (13)	600,000	600,000	903
Acquisition of equipment..... (16)	10,000	10,000	4,220
	<u>\$ 610,000</u>	<u>\$ 610,000</u>	<u>\$ 5,123</u>

Project delayed pending negotiations with the Department of Highways of Ontario and Hydro interests.

Further details are contained in the following distribution of expenditures which was maintained during the fiscal year under authority of Treasury Board.

	Estimates	Allotments	Expenditures
GRAVING DOCKS			
Champlain Que.....	4,400	4,400	1,172
Lorne Que.....	2,400	2,400	365
Selkirk repair slip Man.....	1,300	1,300	
Esquimalt B C.....	900	900	362
	<u>9,000</u>	<u>9,000</u>	<u>1,899</u>
LOCKS AND DAMS			
Fryer's Island Dam Que.....	100	100	
Quinze Dam Que.....		569	569
Temiskaming Dams Ont.....	600,900	600,331	2,655
	<u>601,000</u>	<u>601,000</u>	<u>3,224</u>
	<u>\$ 610,000</u>	<u>\$ 610,000</u>	<u>\$ 5,123</u>
Total Vote 25.....	<u>\$ 1,161,500</u>	<u>\$ 1,161,500</u>	<u>\$ 514,644</u>

Vote 30 Construction, acquisition, major repairs and improvements of, and plans and sites for, harbour and river works (including expenditures on works on other than federal property); provided that no contract may be entered into for new construction with an estimated total cost of \$50,000 or more unless the project is individually listed in the details of estimates.

Vote 30b.....	25,762,000
Vote 30e.....	1,200,000
	360,000

27,322,000

Expenditures..... (13) \$27,322,000

Newfoundland

	Estimates	Allotments	Expenditures
Bay de Verde—Breakwater repairs.....	95,000	285,104	285,104
Contract: Babb Construction Limited \$282,914, expenditure \$282,914 (final).			
Bonavista—Breakwater repairs—To complete.....	115,000	114,854	114,854
Contract (1964-65): Modern Construction Limited \$178,527, expenditure \$111,252, to date \$178,527 (final).			
Bonavista—Reconstruction of walls.....	50,000	43,577	43,577
Bonavista—Slipway and storage area.....	100,000	2,690	2,690
Contract: Babb Construction Limited \$199,646, no payments.			
Botwood—Towards wharf and shed.....	500,000	216,270	216,270
Contract: T C Gorman (Nova Scotia) Limited \$884,562, expenditure \$197,100, DeLeuw Cather & Company of Canada Limited and R M French and Associates Limited St John's received \$19,026, to date \$52,304.			
Branch—Harbour improvements—To complete.....	125,000	159,268	159,268
Contract (1964-65): Babb Construction Limited \$184,449, expenditure \$155,111.			
Brigus—Wharf reconstruction.....	72,000	74,096	74,096
Codroy—Towards harbour improvements.....	265,000	4,391	4,391
Project deferred.			
Conche—Wharf reconstruction.....	125,000	134,798	134,798
Contract: Glen Construction Company Limited \$132,762, expenditure \$132,762 (final).			
Davis Cove—Wharf reconstruction.....	65,000	1,988	1,988
Contract: Avalon Construction and Engineering Limited \$56,945, no payments.			
English Harbour East—Wharf.....	50,000	36,156	36,156
Gaultois—Wharf reconstruction.....	118,000	50,069	50,069
Contract: Gid Sacey Limited \$109,748, expenditure \$49,702 including holdbacks \$2,485.			
Grand Bank—Breakwater repairs.....	98,000	97,676	97,676
Grand Bank—Towards wharf reconstruction.....	100,000		
Contract: William A Trask Ltd \$223,091, no payments.			
Green Island Brook—Breakwater.....	110,000		
Project deferred.			
Harbour Breton—Wharf improvements—To complete.....	60,000	124,407	124,407
Contract: Cameron Contracting Limited \$171,036, expenditure \$120,777.			
Hopedale (Labrador)—Wharf.....	130,000	41,236	41,236
Contract: Twillingate Engineering & Construction Co Ltd \$130,790, expenditure \$41,071.			
Isle Valen—Wharf extension.....	55,000	55,718	55,718
Lawn—Wharf extension.....	78,000	76,209	76,209
Little Baby (La Poile)—Wharf reconstruction.....	50,000	26,662	26,662
Long Pond (Manuel's)—Harbour repairs and improvements.....	240,000	151,599	151,599
Contract: Babb Construction Limited \$272,164, expenditure \$120,489.			
New Bonaventure—Wharf replacement.....	75,000	64,290	64,290
Newman's Cove—Wharf extension.....	120,000	117,529	117,529
Contract: William A Trask Limited \$116,154, expenditure \$116,154 (final).			

Newfoundland—Concluded

	Estimates	Allotments	Expenditures
Newtown—Harbour improvements.....	125,000	102,570	102,570
Norris Point—Wharf reconstruction.....	70,000	56,704	56,704
Oehre Pit Cove—Wharf reconstruction.....	103,000	38,421	38,421
Contract: Glen Construction Company Limited \$118,967, expenditure \$31,930.			
Pacquet—Wharf reconstruction.....	75,000	59,559	59,559
Parson's Harbour—Breakwater reconstruction and extension.....	74,000	86	86
Contract: Glen Construction Company Limited \$77,654, no payments.			
Port Elizabeth—Wharf reconstruction.....	92,000	14,358	14,358
Port Hope Simpson—Wharf—To complete.....	250,000	374,949	374,949
Contract (1964-65): Diamond Construction (1961) Limited \$372,205, expenditure \$372,205 (final).			
Portugal Cove South—Breakwater reconstruction—To complete..	60,000	62,970	62,970
Contract (1964-65): William A Trask Limited \$182,743, expenditure \$59,833, to date \$182,743 (final).			
Ramea—Wharf repairs—To complete.....	50,000	118,787	118,787
Contract: Glen Construction Company Limited \$113,301, expenditure \$113,301 (final).			
Red Head Cove—Wharf replacement.....	110,000	16,220	16,220
Rencontre East—Wharf reconstruction.....	55,000	5,188	5,188
Contract: Cameron Contracting Limited \$75,552, no payments.			
Rencontre West—Wharf reconstruction—To complete.....	50,000	60,510	60,510
Riverhead (St Mary's)—Wharf.....	60,000	58,723	58,723
Roddickton—Wharf extension.....	50,000	126,108	126,108
Contract: Avalon Construction & Engineering Limited \$118,870, expenditure \$105,313.			
St Alban's—Wharf extension—To complete.....	50,000	96,300	96,300
Contract (1964-65): J J Hussey Limited \$516,074, expenditure \$94,347, to date \$516,074 (final) (amends reporting in public accounts 1964-65).			
St George's—Wharf—To complete.....	400,000	7,913	7,913
Terra Nova Engineering Company Limited St John's consulting engineers received \$7,913 for design, plans and specifications.			
St John's—Harbour improvements.....	200,000	252,165	252,165
Site purchased from: Ethel Browne \$3,768; Estate of Emily Knight \$4,050, interest \$2,787; Frederick W Knight \$3,905, interest \$2,291.			
Contract (1956-57): Foundation of Canada Engineering Corporation Limited consulting engineers Montreal \$1,440,000 for survey study and report of the harbour etc., expenditure \$14,798, to date \$1,422,645 (amends reporting in public accounts 1964-65); T C Gorman (Nova Scotia) Limited received \$81,890 in settlement of a claim for increased costs for loss of revenue due to quantity deficiency and rental of equipment for dredging (T B 641443 dated June 3, 1965).			
Sally's Cove—Harbour improvements.....	155,000		
Project deferred.			
Sandy Cove—Wharf reconstruction.....	190,000	107,765	107,765
Contract: Glen Construction Company Limited \$217,859, expenditure \$107,400 including holdbacks \$5,370.			
Seal Cove (Connaigre Bay)—Breakwater-wharf.....	110,000	115,098	115,098
Contract: Glen Construction Company Limited \$127,870, expenditure \$112,851.			
West St Modeste—Wharf repairs and extension—To complete....	50,000		
	<u>\$ 5,175,000</u>	<u>\$ 3,552,981</u>	<u>\$ 3,552,981</u>

Nova Scotia

	Estimates	Allotments	Expenditures
Arisaig—Harbour improvements—To complete.....	100,000	59,950	59,950
Canso—Harbour improvements—To complete Federal Government's share of cost.....	225,000	414,703	414,703

Nova Scotia—Continued

	Estimates	Allotments	Expenditures
Contracts: T C Gorman (Nova Scotia) Limited \$618,981 for construction of cribs and pier, expenditure \$319,072; (1964-65) The J P Porter Company Limited \$275,527 for dredging, expenditure \$70,082, to date \$202,544. McNamara Engineering Limited consulting engineers Toronto received \$25,439 for plans and specifications for construction of a marginal wharf and finger pier and related facilities, to date \$77,150.			
Caribou—Dredging.....	50,000	126,852	126,852
Contract: The J P Porter Company Limited \$125,346, expenditure \$125,346 (final).			
Chapel Cove—Breakwater repairs.....	95,000	118	118
Contract: R A Douglas Limited \$113,794, no payments.			
Cheticamp Point—Repairs to harbour works.....	50,000	54,077	54,077
Digby—Towards harbour improvements.....	150,000	154,983	154,983
Consulting engineers: O J McCulloch and Company Montreal received \$8,664 for investigation design and supervision, to date \$45,165.			
East Port LeHebert—Wharf improvements—To complete.....	50,000	11,212	11,212
Fall's Point—Breakwater repairs.....	127,000	119,148	119,148
Contract: Continental Construction Company Limited \$116,751, expenditure \$116,751 (final).			
Feltzen South—Breakwater repairs.....	67,000	186	186
Contract: E K Potter Limited \$69,825, no payments.			
Inverness—Harbour improvements—To complete.....	85,000	88,892	88,892
Little Liscombe—Breakwater.....	50,000	38,115	38,115
Little River (Victoria)—Harbour improvements.....	50,000	69,144	69,144
Liverpool—Towards harbour improvements.....	50,000	137,094	137,094
Contract: The J P Porter Company Limited \$109,220 for dredging, expenditure \$91,440 including holdbacks \$4,572.			
Louisbourg—Towards wharf extension.....	275,000	398,369	398,369
Contract: The Foundation Company of Canada Limited \$471,890, expenditure \$390,196 including holdbacks \$8,021.			
Lower East Pubnico—Harbour improvements.....	200,000	160	160
Redesigned and called again in 1966-67.			
Murphy's Pond—Harbour repairs and improvements.....	200,000	107,766	107,766
Contract: Albert MacDonald & John A Campbell \$159,374, expenditure \$92,099. McNamara Engineering Limited Toronto received \$10,103 for preliminary study and report phase 1.			
New Waterford—Harbour improvements—To complete.....	60,000	171,850	171,850
Contract: T C Gorman (Nova Scotia) Limited \$161,062, expenditure \$161,062 (final). J Philip Vaughan & Associates Ltd Halifax received \$10,590 for preliminary investigation and report, to date \$22,771.			
North Ingonish—Breakwater-wharf reconstruction—To complete.	50,000	68,542	68,542
Contract (1964-65): B & M Comeau Construction Co Ltd \$116,500, expenditure \$66,113, to date \$116,500 (final).			
Pleasant Bay (The Ponds)—Towards harbour improvements.....	200,000	13,546	13,546
Contract: Nova Construction Company Limited \$259,289, expenditure \$7,646.			
Port Bickerton West—Dredging.....	60,000	155,017	155,017
Contract: The J P Porter Company Limited \$152,232, expenditure \$144,620.			
Port Maitland—Breakwater repairs—To complete.....	50,000	40,706	40,706
Contract (1964-65): Shelburne Contracting Limited \$121,206, expenditure \$39,847, to date \$121,206 (final) (amends reporting in public accounts 1964-65).			
Port Morien—Towards harbour improvements.....	300,000	286,243	286,243
Contract: R A Douglas Limited \$340,865, expenditure \$280,019.			
Saulnierville—Harbour improvements—To complete.....	500,000	360,970	360,970
Contract (1963-64): T C Gorman (Nova Scotia) Limited \$916,887, expenditure \$342,929, to date \$627,237 including holdbacks \$14,215.			
Shelburne—Harbour improvements—To complete.....	350,000	616,727	616,727
Contract (1964-65): McNamara Construction of Nova Scotia Limited \$605,406, expenditure \$605,406 (final).			

Nova Scotia—Concluded

	Estimates	Allotments	Expenditures
Smith's Cove (Port Hood Island)—Harbour improvements.....	200,000	131,105	131,105
Contract: Colin R MacDonald \$124,442, expenditure \$124,442 (final).			
Wallace—Wharf reconstruction.....	52,000	49,359	49,359
West Head—Towards breakwater-wharf.....	100,000	981	981
Project deferred.			
Willow Cove—Harbour improvements—To complete.....	100,000	164,798	164,798
Contract (1964-65): The J P Porter Company Limited \$490,900, expenditure \$159,632, to date \$490,900 (final).			
	<u>\$ 3,846,000</u>	<u>\$ 3,840,613</u>	<u>\$ 3,840,613</u>

Prince Edward Island

	Estimates	Allotments	Expenditures
Graham's Pond—Harbour improvements.....	50,000	40,724	40,724
Little Sands—Breakwater repairs.....	64,000	74,550	74,550
Miminegash—Pier extension.....	50,000	62,299	62,299
Point Prim—Wharf repairs and improvements.....	60,000	16,748	16,748
Sea Cow Pond—Boat Harbour.....	123,000	31,850	31,850
Contract: Northumberland Construction Ltd \$119,203, expenditure \$30,742 including holdbacks \$3,074.			
Souris—Boat harbour.....	110,000	64,085	64,085
Contract: Maritime Dredging Limited \$117,313, expenditure \$61,913.			
Summerside—Dredging.....	205,000	160,514	160,514
Contract: Verreault Navigation Inc \$149,647, expenditure \$149,647 (final).			
West Point—Harbour improvements.....	62,000	42,662	42,662
Wood Islands—Harbour improvements—To complete.....	85,000	45,173	45,173
	<u>\$ 809,000</u>	<u>\$ 538,605</u>	<u>\$ 538,605</u>

New Brunswick

	Estimates	Allotments	Expenditures
Bathurst—Dredging.....	88,000	108,937	108,937
Contract: The J P Porter Company Limited \$107,176, expenditure \$107,176 (final) of which Bathurst Power and Paper Co Ltd contributed \$5,818.			
Belledune Point—Towards harbour development.....	100,000	197,922	197,922
Consulting engineers: McNamara Engineering Limited Toronto received \$191,324 for plans and specifications, to date \$251,753 (amends reporting in public accounts 1964-65).			
Campbellton—Dredging.....	57,000	79,148	79,148
Chockfish—Breakwater repairs.....	160,000	132,919	132,919
Contract: Diamond Construction (1961) Limited \$148,312, expenditure \$130,808.			
Escuminac—Towards harbour improvements.....	250,000	265,204	265,204
Contract: Diamond Construction (1961) Limited \$1,053,260, expenditure \$262,650.			
Grand Manan (Black's Harbour and North Head)—Ferry facilities. Site purchased from John Small \$20,000.	600,000	1,218,996	1,218,996
Contract: Diamond Construction (1961) Limited \$1,509,448, expenditure \$1,176,998 including holdbacks \$13,488.			
Ingall's Head—Breakwater repairs—To complete.....	100,000	88,152	88,152
Contract (1964-65): Modern Construction Ltd \$124,889, expenditure \$86,723, to date \$124,889 (final).			
Lameque—Dredging.....	64,000	98,111	98,111
Malloch's Beach—Harbour improvements.....	157,000	125,086	125,086
Contract: Price Construction (1964) Ltd \$169,105, expenditure \$121,252 including holdbacks \$6,063.			

New Brunswick—Concluded

	Estimates	Allotments	Expenditures
Miramichi River—Dredging.....	210,000	304,425	304,425
Contract: Harbour Development Limited \$296,081, expenditure \$296,081 (final).			
Pointe de Chene—Wharf repairs—To complete.....	60,000	63,848	63,848
Contract (1964-65): Diamond Construction (1961) Limited \$159,178, expenditure \$61,968, to date \$159,178 (final).			
Saint John (Courtenay Bay)—Dredging.....	390,000	419,079	419,079
Contract: Harbour Development Limited \$418,679, expenditure \$418,679 (final) of which National Harbours Board contributed \$7,656.			
St Martin's—Breakwater repairs.....	80,000	75,548	75,548
St Thomas—Wharf extension.....	60,000	223	223
Contract: Leo LeBlanc \$44,080, no payments.			
Seal Cove—Towards breakwater extension.....	75,000	218,733	218,733
Contract: Modern Enterprises Limited \$299,603, expenditure \$213,186.			
Shippegan Gully—Breakwater reconstruction.....	182,000	71,624	71,624
Contract: Diamond Construction (1961) Limited \$193,195, expenditure \$71,477.			
	<u>\$ 2,633,000</u>	<u>\$ 3,467,955</u>	<u>\$ 3,467,955</u>

Quebec

	Estimates	Allotments	Expenditures
Baie Comeau—Harbour repairs and improvements.....	85,000	215,367	215,367
Contracts: (1961-62) Cartier, Cote and Piette consulting engineers Montreal \$245,293, expenditure \$4,275, to date \$245,293 (final) (amends reporting in public accounts 1964-65); (1963-64) Manik Construction Co Ltd \$218,750 for ferry facilities, to date \$218,750 (amends reporting in public accounts 1964-65); Plessis Construction Limitee \$113,875 for maintenance repairs, expenditure \$93,931.			
Black Cape (Howatson's Point)—Harbour improvements—To complete.....	75,000	57,757	57,757
Contract (1964-65): T C Gorman Construction Company Limited \$753,124 for wharf, expenditure \$128,511, to date \$753,124 (final) of which Bathurst Power & Paper Company Limited contributed \$256,828. O J McCulloch and Company Montreal consulting engineers received \$14,352, to date \$45,744.			
Bonaventure—Retaining wall—To complete.....	75,000	52,498	52,498
Contract (1964-65): Bert Dimock \$126,691, expenditure \$51,991, to date \$126,691 (final).			
Cap-a-l'Aigle—Wharf repairs.....	64,000	52,095	52,095
Cap de la Madeleine (Ste Marthe)—Retaining wall—To complete..	60,000	97,132	97,132
Carleton—Wharf extension.....	105,000	104,530	104,530
Contract: Gulf Maritime Construction Limited \$145,450, expenditure \$101,631.			
Champlain—Retaining wall—To complete.....	55,000	55,679	55,679
Chandler—Harbour development—Towards Federal Government's share of cost.....	500,000	79,642	79,642
Picard, Rochette and Marquis Ste Foy Que consulting engineers received \$77,067 for preliminary plans and specifications etc.			
Contrecoeur—Retaining wall—To complete.....	60,000	78,280	78,280
Etang des Caps—Harbour improvements.....	215,000	159,898	159,898
Contract: Turbide & Jomphe Engr \$239,200, expenditure \$157,757.			
Forestville—Wharf acquisition and improvements—To complete..	110,000	14,014	14,014
Gros Cacouna—Towards harbour development.....	1,000,000	2,240,921	2,240,921
Site purchased from: Ange-Marie Beaulieu \$43,000, Louis Dubé \$1,500, Rosario Dubé \$100, Gonzague Lebel \$4,000, Eva Dionne-Levesque \$600, Estate of Alice Fraser-Provost \$20,000, Gerard Saindon \$665.			
Contract (1964-65): Construction Cote Nord Ltée \$3,865,000 for phase 1 roadway and breakwaters, expenditure \$2,099,720, to date \$2,298,190. Gilles Vandry and Rejean Pelletier Quebec consulting engineers received \$70,694, to date \$77,839.			

Quebec—Concluded

	Estimates	Allotments	Expenditures
Havre Aubert—Wharf extension.....	56,000	56,253	56,253
Indian Cove—Wharf extension.....	50,000	56,825	56,825
Lachine—Wharf repairs—To complete.....	80,000	128,838	128,838
Contract (1964-65): Turnbull Construction Inc \$126,756, expenditure \$126,756 (final).			
Marsoui—Wharf repairs.....	85,000	78,466	78,466
Matane—Dredging.....	90,000	120,095	120,095
Matane—Towards harbour improvements.....	100,000	12,146	12,146
LaSalle Hydraulic Laboratory Limited LaSalle Que consulting engineers received \$3,783, to date \$87,563 (amends reporting in public accounts 1964-65). Menard, Marsan & Thibeault received \$6,557, to date \$64,464 (final) (amends reporting in public accounts 1964-65).			
Moisie—Contribution towards retaining wall.....	65,000		
Project deferred.			
Mont Louis—Wharf repairs.....	150,000	906	906
Contract: Gulf Maritime Construction Ltee \$174,490, no payments.			
Newport Point—Towards harbour improvements.....	200,000	302,005	302,005
Contract (1964-65): Atlas Construction Co Ltd \$293,492, expenditure \$293,492 (final).			
Old Fort—Wharf.....	95,000		
Project deferred.			
Old Harry—Harbour repairs and improvements—To complete....	50,000	73,897	73,897
Contract (1964-65): Turbide & Jomphe Enrg \$112,382, expenditure \$73,132, to date \$112,382 (final).			
Perce—Wharf improvements.....	110,000	242	242
Contract: Gulf Maritime Construction Limited \$132,033, no payments.			
Petite Madeleine—Wharf extension.....	85,000	115	115
Contract: McMullen & Gagnon Inc \$99,215, no payments.			
Riviere a Claude—Wharf extension.....	70,000	66,622	66,622
Riviere-au-Tonnerre—Pier improvements.....	200,000	103,492	103,492
Contract: Lang Construction Company Limited \$199,834, expenditure \$100,646 including holdbacks \$832.			
Riviere du Loup—Wharf improvements—To complete.....	125,000	160,677	160,677
Contract (1963-64): Tracy Construction Inc \$859,214 for ferry facilities, expenditure \$133,633, to date \$859,214 (final).			
Ste Anne des Monts—Towards wharf improvements.....	250,000	15,671	15,671
Consulting engineers: Georges Demers Quebec \$15,196.			
St Charles River—Towards improvements.....	300,000	38,383	38,383
Consulting engineers: Dupuis and Gerard Quebec \$36,243.			
Ste Felicite—Dredging.....	75,000	41,513	41,513
St Ignace de Loyola—Wharf improvements.....	95,000	225	225
Contract: Turnbull Construction Inc \$238,220, no payments.			
Sept Iles—Harbour repairs and improvements.....	140,000	101,489	101,489
Sorel—Wharf reconstruction.....	56,000		
Project deferred.			
Sorel—Contribution towards ferry terminal.....	95,000	93,522	93,522
Tadoussac (Anse a L'Eau)—Wharf repairs.....	128,000	5,435	5,435
Project deferred.			
Tracy—Retaining wall.....	115,000	76,349	76,349
Contract: Les Entreprises Jean R Denoncourt Enrg \$103,293, expenditure \$75,200.			
Valleyfield—Contribution towards wharf.....	250,000	602,917	602,917
Cite de Salaberry-De-Valleyfield Que received \$602,917 for wharf installation.			
	<u>\$ 5,519,000</u>	<u>\$ 5,343,896</u>	<u>\$ 5,343,896</u>

Ontario

	Estimates	Allotments	Expenditures
Blind River—Harbour improvements—To complete.....	55,000	72,421	72,421
Burlington Channel—Towards harbour repairs and improvements.	420,000	459,141	459,141
Contracts: Birmingham Construction Limited \$279,952 for reconstruction of east part of south pier stage 1, expenditure \$189,436; Canadian Dredge & Dock Co Limited \$216,427 for reconstruction of easterly end of south pier, expenditure \$151,397, to date \$216,427 (final); Dean Construction Company Limited \$271,115 for reconstruction of westerly part of south pier, expenditure \$26,255, to date \$271,115 (final); Ruliff Grass Construction Company Limited received \$17,640 as settlement of a claim for unforeseen difficulties in the pile extraction (T B 642640, June 30, 1965); Wikstrom Ltd & Canadian Dredge & Dock Co Limited \$403,757, expenditure \$59,374, to date \$403,757 (final). McNamara Engineering Limited Toronto consulting engineers \$9,608, to date \$27,333 (amends reporting in public accounts 1964-65).			
Chatham—Towards retaining wall.....	110,000	45,586	45,586
Cobourg—Towards harbour repairs and improvements.....	250,000	149,669	149,669
Contract: Ruliff Grass Construction Company Limited \$312,520 for reconstruction of east breakwater stage 2, expenditure \$53,820 including holdbacks \$2,691. William Trow Associates Ltd received \$2,592 for soil investigation.			
Collingwood—Dredging.....	150,000	298,862	298,862
Contract: C A Pitts Construction (Ontario) Limited \$372,160, expenditure \$290,358.			
Cornwall—Harbour improvements.....	205,000	259,740	259,740
Contract: C A Pitts Construction (Ontario) Limited \$185,569 for dredging, expenditure \$185,569 (final).			
Hamilton—Harbour repairs and improvements.....	350,000	350,721	350,721
Contracts: Canadian Dredge & Dock Co Limited \$294,420 for Catherine St wharf extension stage 4, expenditure \$203,558 of which the Hamilton Harbour Commissioners contributed \$107,136; (1964-65) McNamara Marine Limited \$190,306 for Catherine St wharf extension stage 3, expenditure \$8,077, to date \$190,306 (final) of which the Hamilton Harbour Commissioners contributed \$95,153; The J P Porter Company Limited \$171,762 for dredging, expenditure \$171,762 (final) of which the Hamilton Harbour Commissioners contributed \$14,005.			
Kingston—Dredging.....	100,000	122,584	122,584
Contract: The J P Porter Company Limited \$117,553, expenditure \$117,553 (final).			
Lakehead—Harbour repairs and improvements.....	685,000	609,481	609,481
Contracts: (1964-65) The J P Porter Company Limited \$336,738 for repairs to rubble mound and concrete breakwaters, expenditure \$37,316, to date \$336,738 (final); The J P Porter Company Limited \$130,615 for repairs to rubble mound and breakwaters Port Arthur, expenditure \$130,615 (final); The J P Porter Company Limited \$160,024 for dredging at Fort William, expenditure \$160,024 (final); Verreault Navigation Inc \$230,300 for dredging turning basin, expenditure \$160,898. Gibb, Underwood & McLellan Toronto, consulting engineers received \$11,654.			
Little Current—Towards dredging.....	200,000	249,417	249,417
Contract: McNamara Marine Limited \$167,563, expenditure \$167,563 (final). Foundation of Canada Engineering Corporation Limited Toronto consulting engineers received \$20,607 for provision of consulting services including model study and report on harbour and channel improvements, to date \$206,965 and \$60,981 for investigation, methods and designs at Beauty Island.			
Moose Factory—Dredging.....	65,000	80,970	80,970
Contract: Les Owens Construction Co Ltd \$136,160, expenditure \$74,752 including holdbacks \$3,738.			
Oshawa—Dredging.....	60,000	75,406	75,406
Parry Sound—Harbour improvements.....	295,000	133,421	133,421
Contract: Grant Mills Limited \$141,996 for wharf extension, expenditure \$123,351.			
Port Burwell—Harbour repairs and improvements.....	225,000	523,402	523,402
Contract: Canadian Dredge & Dock Co Limited \$515,400 for dredging, expenditure \$515,400 (final).			

Ontario—Concluded

	Estimates	Allotments	Expenditures
Port Credit—Harbour improvements—Federal Government's share of cost.....	62,000	60,744	60,744
Port Dover—Harbour improvements—To complete.....	135,000	4,000	4,000
Contract: George L Dillon Construction Limited \$44,930, no payments.			
Port Hope—Dredging.....	50,000	43,453	43,453
Port McNicoll—Dredging—Federal Government's share of cost... Project deferred.	50,000	294	294
Port Stanley—Towards harbour repairs and improvements.....	350,000	261,175	261,175
Contracts: Dean Construction Company Limited \$121,215 for dredging, expenditure \$121,215 (final); Canadian Dredge & Dock Co Limited \$463,972 for repairs to east breakwater, expenditure \$86,065 including holdbacks \$4,303.			
St Catharines—Dredging—To complete.....	145,000	248,638	248,638
Contracts: Antici Construction Company Limited \$237,246 for phase 1 bern construction, expenditure \$42,075, to date \$237,246; Canadian Dredge & Dock Co Ltd \$264,250 for dredging Henley Regatta Course, expenditure \$189,666.			
Sault Ste Marie—Harbour improvements—To complete.....	76,000	57,325	57,325
Contract (1964-65): McNamara Marine Limited \$286,250 for dredging, expenditure \$55,000, to date \$286,250 (final).			
Toronto—Dredging.....	250,000	233,103	233,103
Contract: Canadian Dredge & Dock Co Limited \$313,500 for ship channel and turning basin, expenditure \$165,789.			
Wheatley—Harbour repairs and improvements.....	95,000	53,911	53,911
	<u>\$ 4,383,000</u>	<u>\$ 4,393,464</u>	<u>\$ 4,393,464</u>

Manitoba and Saskatchewan

	Estimates	Allotments	Expenditures
Matheson Island Manitoba—Wharf reconstruction.....	65,000	41,679	41,679
	<u>\$ 65,000</u>	<u>\$ 41,679</u>	<u>\$ 41,679</u>

Alberta and Northwest Territories

	Estimates	Allotments	Expenditures
Aklavik NWT—Wharf replacement—To complete.....	50,000	40,658	40,658
Inuvik NWT—Wharf reconstruction and improvements.....	150,000	151	151
Contract: R J McGee & Associates \$127,349, no payments.			
Tuktoyaktuk NWT—Wharf.....	65,000	44,411	44,411
	<u>\$ 265,000</u>	<u>\$ 85,220</u>	<u>\$ 85,220</u>

British Columbia and Yukon Territory

	Estimates	Allotments	Expenditures
Alice Arm—Wharf replacement.....	135,000	431	431
Contract: Horie & Tynan Construction \$124,521, no payments.			
Bamfield East—Wharf and float.....	50,000	64,119	64,119
Esquimalt—Contribution towards breakwater.....	30,000	30,000	30,000
False Bay—Wharf reconstruction.....	58,000	56,660	56,660
Fraser River—Dredging.....	500,000	557,348	557,348
Contract: British Columbia Bridge & Dredging Company Limited \$474,812, expenditure \$474,812 (final) of which Pacific Coast Terminals Co Ltd contributed \$30,452.			
Fraser River—Towards improvements.....	200,000	153,410	153,410
Gold River—Dredging—Federal Government's share of cost.....	100,000	107,080	107,080

British Columbia and Yukon Territory—Concluded

	Estimates	Allotments	Expenditures
Heriot Bay—Harbour improvements.....	70,000	88,186	88,186
Horseshoe Bay—Harbour improvements.....	50,000	50,475	50,475
Kelsey Bay—Towards harbour improvements.....	50,000	38,869	38,869
Kyuquot—Towards harbour improvements.....	100,000	182,994	182,994
Nanaimo—Harbour improvements—To complete Federal Government's share of cost.....	50,000		
Contract (1964-65): Greenlees Piledriving Co Ltd \$484,105 for phase 2 wharf extension, expenditure \$164,539, to date \$484,105 (final) of which Nanaimo Harbour Commission contributed \$484,105.			
Port Clements—Wharf repairs and improvements.....	100,000	95,638	95,638
Port Moody—Dredging—Federal Government's share of cost—To complete.....	158,000	155,950	155,950
Contract (1963-64): British Columbia Bridge and Dredging Company Limited \$498,880, expenditure \$155,950, to date \$498,880 (final) of which Pacific Coast Bulk Terminals contributed \$171,465.			
Queen Charlotte City—Harbour improvements.....	145,000	189,867	189,867
Contract: Pacific Piledriving Co Ltd \$186,720, expenditure \$186,720 (final).			
Skeena River—Dredging.....	100,000		
Project cancelled.			
Sointula—Harbour improvements.....	65,000	79,160	79,160
Squamish—Dredging.....	50,000	21,126	21,126
Stewart—Wharf replacement—To complete.....	140,000	153,774	153,774
Contract (1964-65): Greenlees Piledriving Co Ltd \$337,997, expenditure \$149,898, to date \$337,997 (final).			
Vananda—Wharf repairs.....	71,000	56,549	56,549
Vancouver (Stanley Park)—Contribution towards sea wall.....	35,000	34,348	34,348
	<u>\$ 2,257,000</u>	<u>\$ 2,115,984</u>	<u>\$ 2,115,984</u>

Remedial works where damages are caused by, or endanger navigation or federal government structures

	Estimates	Allotments	Expenditures
Construction.....	<u>\$ 500,000</u>	<u>\$ 239,307</u>	<u>\$ 239,307</u>

Details of expenditures follow:

	By contract	By own labour force
Newfoundland.....		37
Quebec.....	176,014	63,221
Ontario.....		35
	<u>\$ 176,014</u>	<u>\$ 63,293</u>

Dredging—contract and day labour work

	Estimates	Allotments	Expenditures
Dredging by contract or day labour.....	<u>\$ 900,000</u>	<u>\$ 1,037,149</u>	<u>\$ 1,037,149</u>

Details of expenditures follow:

	By contract	By own labour force
Newfoundland.....	44,368	2,293
Nova Scotia.....	290,775	40,241
Prince Edward Island.....	79,728	4,099

	By contract	By own labour force
New Brunswick.....	178,489	9,607
Quebec.....	73,203	17,950
Ontario.....	150,182	14,141
Manitoba.....	350	150
British Columbia.....	98,052	33,571
	<u>\$ 915,097</u>	<u>\$ 122,052</u>

Advance planning of projects including acquisition of sites

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings and works, including land..	\$ 250,000	\$ 367,974	\$ 367,974

Details of expenditures follow:

	Surveys	Other
Newfoundland.....	171,329	12,734
Nova Scotia.....	1,261	9,049
Prince Edward Island.....	130	3,340
New Brunswick.....	34,047	2,221
Quebec.....	31,749	31,093
Ontario.....	17,973	24,099
Manitoba.....	538	626
Alberta.....		156
British Columbia.....	7,692	19,937
	<u>\$ 264,719</u>	<u>\$ 103,255</u>

Balances required to complete any projects undertaken in previous fiscal years and for which no specific provision is made in the fiscal year 1965-66

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings and works, including land..	\$ 600,000	\$ 975,527	\$ 975,527

Details of expenditures follow:

A	Newfoundland.....	162,670
	Nova Scotia.....	183,983
B	Prince Edward Island.....	51,406
C	New Brunswick.....	7,758
D	Quebec.....	340,805
E	Ontario.....	146,270
	Manitoba.....	1,853
F	British Columbia.....	80,782
		<u>\$ 975,527</u>

A Baie Verte

Contract (1964-65): Wharf reconstruction, Cameron Contracting Limited \$123,558, expenditure \$33,461, to date \$123,558 (final).

Cape Freels South

Contract (1964-65): Wharf replacement, Babb Construction Limited \$128,955, expenditure \$14,590, to date \$128,955 (final).

Change Islands

Site purchased from John Harris Bennett Roberts \$5,000.

Green Island Cove

Contract (1964-65): Breakwater, Gid Sacrey Limited \$126,470, expenditure \$4,258, to date \$126,470 (final).

Marystown

Contract (1963-64): Wharf reconstruction, Spracklin & Reid Limited \$205,021, expenditure \$4,674, to date \$205,021 (final).

B Souris

Contract (1964-65): Harbour improvements, Maritime Dredging Limited \$101,649, expenditure \$28,441, to date \$101,649 (final).

C Dalhousie

Contract (1963-64): Harbour improvements, T C Gorman (Nova Scotia) Limited \$425,259, expenditure \$6,709, to date \$425,259 (final).

Lower Caraquet

Contract (1964-65): Wharf replacement, Connolly Construction Limited \$211,788, expenditure \$400, to date \$211,788 (final).

D Les Eboulements

Les Constructions du St Laurent Limitee received \$17,233 in settlement for difficulties encountered in loading and unloading facilities and ferry ramp operation (T B 645101 dated August 18, 1965).

Les Escoumins

Contract (1964-65): Wharf improvements (ferry facilities), La Fonderie de Lauzon Ltee \$110,972, expenditure \$34,102, to date \$110,972 (final).

Pointe-au-Pere

Contract (1964-65): Ferry terminals, McMullen & Gagnon Inc \$223,837, expenditure \$27,071, to date \$223,837 (final).

St Simeon

Contract (1963-64): Docking facilities, T C Gorman Construction Company Limited \$795,996, expenditure \$47,118, to date \$795,996 (final).

Trois Pistoles

Contract (1964-65): Ferry terminal, Jean-Baptiste Rioux \$113,064, expenditure \$49,600, to date \$113,064 (final).

E Leamington

Contract (1962-63): Wharf widening, Dean Construction Company Limited \$222,008, expenditure \$1,280, to date \$222,008 (final).

Midland

Contract (1964-65): Dredging, Canadian Dredge & Dock Co Limited \$136,094, expenditure \$53,094, to date \$136,094 (final).

F Qualicum Beach (French Creek)

Contract (1964-65): Breakwater and dredging stage 1, Texada Rentals Ltd \$388,463, expenditure \$9,002, to date \$388,463 (final) (amends reporting in public accounts 1964-65).

Westview

Contract (1964-65): Harbour improvements, Quadra Construction Company Limited \$269,215, expenditure \$30,166, to date \$269,215 (final).

*Miscellaneous works, not otherwise provided for,
including expenditures on works on other than federal property*

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings and works, including land . . .	\$ 1,500,000	\$ 1,321,646	\$ 1,321,646

Details of expenditures follow:

	Purchase of sites	Construction	Surveys	Other
Newfoundland	700	279,058	4,543	69,543
Nova Scotia	750	158,477		47,147
Prince Edward Island	400	76,538	3,654	30,429
New Brunswick	1,200	18,499	200	20,248
Quebec	2,006	213,392	4,735	68,610
Ontario	200	85,225	29,900	69,057
Saskatchewan				61
Northwest Territories		14,770		8,127
British Columbia		71,118	1,720	41,339
	<u>\$ 5,256</u>	<u>\$ 917,077</u>	<u>\$ 44,752</u>	<u>\$ 354,561</u>
Total		28,702,000	27,322,000	27,322,000
Less—Anticipated lapses		1,380,000		
Total Vote 30		<u>\$27,322,000</u>	<u>\$27,322,000</u>	<u>\$27,322,000</u>

Transfer from Department of Finance Vote 15 contingencies—Payments under the winter works program.....	1,127,050
Expenditures.....	(13) \$ 1,127,048

Dry Dock Subsidies—Canadian Vickers Limited Montreal.....	(20) \$180,000
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ROADS, BRIDGES AND OTHER ENGINEERING SERVICES

Vote 35 Operation and maintenance including authority to make recoverable advances in amounts not exceeding in the aggregate the amount of the operating expenses of the New Westminster Bridge.....	6,224,400
Transfer from Department of Finance Vote 15 contingencies.....	5,500

Expenditures.....	6,229,900
	\$ 5,522,307

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 1,821,000		
Transfer from Department of Finance Vote 15 contingencies.....	5,500		
	(1) 1,826,500	1,826,500	1,525,962
Overtime.....	(1) 34,450	65,330	65,329
Allowances.....	(2) 322,000	322,000	285,316
A Professional and special services.....	(4) 47,900	47,900	27,200
Travelling and removal expenses.....	(5) 85,100	85,100	81,659
Freight, express and cartage.....	(6) 12,900	22,717	22,717
Telephones and telegrams.....	(8) 900	900	833
Materials and supplies.....	(12) 853,800	853,800	747,284
Repairs and upkeep of roads and bridges.....	(14) 1,631,290	1,801,347	1,801,347
Acquisition of equipment.....	(16) 573,760	359,617	194,519
Repairs and upkeep of equipment.....	(17) 829,300	829,300	827,162
Rental of equipment.....	(18) 88,100	88,100	21,284
Municipal or public utility services.....	(19) 13,000	16,234	16,233
Unemployment insurance contributions and other personal benefits.....	(21) 14,700	14,855	14,855
Sundries.....	(22) 3,150	3,150	1,281
	6,336,850	6,336,850	5,632,981
Less—Operating expenses of the New Westminster Bridge recoverable from the trust account which is credited with income from the operation of the bridge.....	(34) 106,950	106,950	110,674
	\$ 6,229,900	\$ 6,229,900	\$ 5,522,307

A Payments by services with individual payments of \$2,000 or over were:

Consultants' fees \$3,123.

Inspection service \$21,538.

Miscellaneous services \$2,539.

Further details are contained in the following distribution of expenditures which was maintained during the fiscal year under authority of Treasury Board.

	Estimates	Allotments	Expenditures
Burlington, Canal Bridge.....	83,650	83,650	75,765
Kingston, LaSalle Causeway.....	39,500	39,500	37,188
A New Westminster Bridge.....	106,950	111,650	110,674
B Northwest Highway System.....	5,938,400	5,939,200	5,284,166
C Generally.....	162,850	162,850	125,188
Transfer from Department of Finance Vote 15 contingencies.....	5,500		
	6,336,850	6,336,850	5,632,891
Less—Operating expenses of the New Westminster Bridge recoverable from the trust account which is credited with income from the operation of the bridge.....	106,950	106,950	110,674
	\$ 6,229,900	\$ 6,229,900	\$ 5,522,307

- A Expenditures for this bridge were transferred to the Fraser River Bridge—Maintenance account (see under the schedule, Deposit and Trust Accounts, in volume 1 of this report) to which the revenues are credited.
- B Contract: Don Gordon Ltd & Cantlon & Parker Construction Ltd \$1,822,300 for maintenance of Alaska Highway System, expenditure \$379,347 including holdbacks \$18,967.
- C Expenditures were at the following points: New Brunswick—Clair \$426, Edmundston \$95, St Leonard \$381, St Stephen \$65; Quebec—Berthierville \$7,951, Calumet-Bryson \$5,653, Chapeau \$2,821, Des Joachims \$3,631, Notre-Dame-du-Nord \$4,874, Papineauville \$517, Portage du Fort \$4,139; Ontario—Chaudiere \$20,238, Ottawa-Hull MacDonald Cartier bridge \$134, Plaza \$10,376, Pembroke-Allumette Island \$5,226, Perley bridge Hawkesbury \$56,161; N W T—Great Bear River \$2,500.

A comparative statement of expenditures follows:

	1965-66	1964-65
Burlington, Canal Bridge.....	75,765	69,793
Kingston, LaSalle Causeway.....	37,188	85,698
New Westminster Bridge.....	110,674	100,389
Northwest Highway System.....	5,284,166	
Generally.....	125,188	147,784
	<u>5,632,981</u>	<u>403,664</u>
Less—Operating expenses of the New Westminster Bridge recoverable from the trust account which is credited with income from the operation of the bridge.....	110,674	100,389
	<u>\$ 5,522,307</u>	<u>\$ 303,275</u>

Vote 40 Construction, acquisition, major repairs and improvements of, and plans and sites for, roads, bridges and other engineering works, provided that the amount within the vote to be expended on individually listed projects may be increased or decreased subject to the approval of Treasury Board.....

6,400,000

Vote 40b.....

1

Vote 40e To extend the purposes of Vote 40 of the main estimates for 1965-66 to provide for the construction of a causeway and associated structures across Northumberland Strait.....

1

6,400,002

Expenditures.....

(13) \$4,792,813

Towards federal share of the cost of international and interprovincial bridges, and the cost of other projects, as detailed in the estimates

	Estimates	Allotments	Expenditures
A To complete federal share of the cost of a bridge between Ottawa and Hull Que.....	300,000	570,000	248,983
B Towards federal share of the cost of City of Ottawa projects..	570,000	605,000	575,103
	<u>\$ 870,000</u>	<u>\$ 1,175,000</u>	<u>\$ 824,086</u>

A Contracts: (1962-63) Dufresne Engineering Company Limited \$8,828,841 for construction of the bridge, expenditure \$1,036,174, to date \$8,828,841 (final); Macdonald-Cartier Bridge consulting engineers \$870,527, for preliminary investigations, approaches etc., expenditure \$44,565, to date \$831,829 including holdbacks \$800. The Province of Quebec contributed \$418,513 towards the current year expenditure, to date \$3,213,488 and the Province of Ontario contributed \$416,538 towards the current year expenditure, to date \$3,213,488.

B The City of Ottawa received \$450,103 towards construction of the Heron Road Bridge and \$125,000 for Smyth Road Bridge.

Towards the cost of planning a causeway and associated structures across Northumberland Strait

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings and works, including land..	\$ 1,130,000	\$ nil	\$ nil

Towards Canada's share of the cost of constructing Highway No. 6 in the counties of Matane and Gaspé North, Quebec

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings and works, including land..	\$ 4,000,000	\$ 3,075,001	\$ 1,956,440

*Towards federal government's share of the cost of reconstructing the
Calumet-Bryson Bridge, Quebec*

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings and works, including land . .	\$ 150,000	\$ 50,000	\$ nil

Negotiations not completed with the Province of Quebec to proceed with the project.

*Towards federal government's share of the cost of reconstructing the
Portage du Fort Bridge, Quebec*

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings and works, including land . .	\$ 100,000	\$ 50,000	\$ nil

Negotiations not completed with the Provinces of Quebec and Ontario to proceed with the project.

*Advance planning, balances required to complete projects undertaken in
previous years for which no specific provision is made in 1965-66 and
miscellaneous works*

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings and works, including land . .	\$ 400,000	\$ 400,000	\$ 362,286

Bridge and Tank Company of Canada Limited received \$58,006 in settlement of a claim for extra costs incurred due to circumstances beyond his control (T B 647145 dated October 20, 1965).

Consulting engineers: T H Newton Engineering Ltd received \$27,173 for water supply system Riverdale Y T; C C Parker & Associates consultants for Kingston LaSalle Causeway received \$4,416 for small boat channel study, and \$1,566 for national design; Phillips Barrett & Partners New Westminster B C received \$40,567 for supervision etc; (1964-65) Spartan Air Services Limited Toronto received \$46,027, to date \$140,854.

*To extend the purposes of Vote 40 of the main estimates for 1965-66 to
provide for the construction of a causeway and associated structures across
Northumberland Strait*

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings and works, including land . .	\$ 1	\$ 1,650,001	\$ 1,650,001

Site purchased from: Edwin S and Helen G Allen \$2,544, Helen M Allen \$2,580, Kenneth Allen \$2,580, F Fitzpatrick \$2,676, N McEachern \$2,700, Mrs J Richards \$12,000, Ethel Spence \$840, Hollis Spence \$1,451, Francis Stainthorpe \$390, John Strang \$438.

Contracts: Diamond Construction (1961) Limited \$1,696,660, expenditure \$473,227 including holdbacks \$23,666; (1962-63) Northumberland Consultants Limited \$4,700,000 for preliminary investigation, design etc., expenditure \$1,122,823, to date \$2,904,926.

Total	6,650,001	6,400,002	4,792,813
Less—Anticipated lapses	249,999		
Total Vote 40	\$ 6,400,002	\$ 6,400,002	\$ 4,792,813

**Trans-Canada Highway—Contributions to the provinces under terms of the
Trans-Canada Highway Act, c. 269, R.S., as amended (31) \$83,422,828**

P.C. 2034, April 21, 1950, authorized the form of agreement into which the Minister might enter with each of the provinces. Supplementary agreements were authorized by P.C. 1956-840, May 31, 1956, P.C. 1957-327, March 14, 1957 and P.C. 1960-1101, August 11, 1960. Agreements were signed with the following provinces and payments, as shown, were made pursuant thereto: Newfoundland \$23,077,638, Nova Scotia \$6,802,208, Prince Edward Island \$1,091,121, New Brunswick \$13,663,358, Quebec \$33,531,693, Ontario \$3,053,827, Manitoba \$158,121, Saskatchewan \$195,390, Alberta \$18,996, British Columbia \$1,830,476.

Federal expenditures to date, by provinces, under the above statutory authority (\$561,724,877) and from individual votes (\$1,524,288) were as follows: Newfoundland \$80,893,457, Nova Scotia \$28,624,457, Prince Edward Island \$8,217,932, New Brunswick \$61,445,767, Quebec \$85,911,826, Ontario \$122,325,027, Manitoba \$18,755,853, Saskatchewan \$15,641,819, Alberta \$21,852,122, British Columbia \$119,580,905, total \$563,249,165. These amounts do not include administrative expenses.

DEPARTMENT OF PUBLIC WORKS

37·49

Vote 50 Trans-Canada Highway—Construction through National Parks	515,000
Expenditures	(13) \$ 259,733

	<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Surveys and Construction	515,000		
A Glacier National Park B C		460,000	222,762
Engineering and surveys through National Parks		55,000	36,971
	<u>\$ 515,000</u>	<u>\$ 515,000</u>	<u>\$ 259,733</u>

A Contract: Astra Construction Co Ltd \$264,100 for construction of backslope, stabilization, mile 1.15 to 1.35, expenditure \$176,548 including holdbacks \$8,827.

TESTING LABORATORIES

Vote 55 Operation and maintenance	1,146,000
Transfer from Department of Finance Vote 15 contingencies	5,300

Expenditures	1,151,300
	\$ 1,114,681

Total revenue arising from the above expenditures amounted to \$4,814.

	<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Salaries and wages	\$ 840,000		
Transfer from Department of Finance Vote 15 contingencies	5,300		
	(1) 845,300	845,300	826,633
Professional and special services	(4) 1,000	1,000	912
Travelling and removal expenses	(5) 45,000	45,000	36,060
Freight, express and cartage	(6) 15,000	15,000	10,992
Telephones and telegrams	(8) 5,800	7,300	7,204
Publication of departmental reports and other material	(9) 120	120	
Office stationery, supplies and equipment	(11) 13,280	13,280	13,279
Materials and supplies	(12) 135,000	125,000	122,975
Rental of storage space	(15) 400	400	115
Acquisition of equipment	(16) 39,200	50,600	49,906
Repairs and upkeep of equipment	(17) 22,000	19,100	18,224
Rental of equipment	(18) 26,500	26,500	26,487
Membership fees	(20) 400	400	332
Unemployment insurance contributions	(21) 2,000	2,000	1,383
Sundries	(22) 300	300	179
	<u>\$ 1,151,300</u>	<u>\$ 1,151,300</u>	<u>\$ 1,114,681</u>

Revenue arising from the above expenditures amounted to \$4,814 and consisted of *Services and service fees*.

1967 WORLD EXHIBITION

Vote 57 Towards Federal share of the cost of construction of an ice control structure	6,750,000
Vote 57e	800,000
	7,550,000
Expenditures	(13) \$7,548,913

Contracts: (1964-65) Dufresne Engineering Company Limited \$9,875,718, expenditure \$4,366,888 to date \$9,875,718 including holdbacks \$22,956; Forestel Industries Ltd \$1,584,000 for supply and installation of stop logs, expenditure \$1,575,791 including holdbacks \$9,440; Janin Construction Ltee \$2,888,743, expenditure \$2,349,748 including holdbacks \$117,487. Lalonde Valois Lamarre Valois & Associes Montreal received \$259,775 for designing, preparation of plans and specifications of an ice control structure to protect the World's Fair site on the St Lawrence River system, to date \$1,009,115. Hydro Quebec received \$53,415 towards powerline alterations. The City of Montreal contributed \$1,057,114.

GENERAL

Gratuities to families of deceased employees, Civil Service Act..... (21) \$ 2,336

Refunds of amounts credited to revenue in previous years, Financial Administration Act, c. 116, R.S., as amended..... (22) \$ 18,669

The above amount represented refunds under authority of section 19 of the Act.

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	41,152,750	41,015,479	37,587,579
(2) Civilian allowances.....	1,381,680	1,204,233	1,300,889
(3) Pay and allowances, military.....			329,908
(4) Professional and special services.....	4,772,125	4,359,796	3,247,414
(5) Travelling and removal expenses.....	887,965	958,048	984,107
(6) Freight, express and cartage.....	321,860	438,227	419,493
(7) Postage.....	41,000	41,030	39,411
(8) Telephones, telegrams and other communication services.....	348,110	401,158	399,327
(9) Publication of departmental reports and other material.....	29,320	8,038	5,505
(10) Exhibits, advertising, films, broadcasting and displays..	15,600	10,414	51,362
(11) Office stationery, supplies, equipment and furnishings..	4,483,680	4,368,810	2,501,348
(12) Materials and supplies.....	7,615,290	6,520,488	7,584,855
Buildings and works, including land—			
(13) Construction or acquisition.....	77,539,054	75,076,411	61,409,129
(14) Repairs and upkeep.....	13,865,685	13,750,278	11,840,508
(15) Rentals.....	13,285,400	13,112,006	8,878,492
Equipment—			
(16) Construction or acquisition.....	2,707,760	2,208,536	2,616,489
(17) Repairs and upkeep.....	1,793,200	1,680,705	1,655,288
(18) Rentals.....	303,100	202,473	152,043
(19) Municipal or public utility services.....	7,763,275	7,278,854	6,743,729
(20) Contributions, grants, subsidies, etc., not included elsewhere.....	403,055	391,023	171,078
(21) Pensions, superannuation and other benefits.....	58,736	60,436	67,340
(22) All other expenditures (other than special categories).....	116,314	127,510	87,546
SPECIAL CATEGORIES			
(31) Trans-Canada Highway contributions.....	83,422,828	83,422,828	76,085,112
	262,307,787	256,636,781	224,157,952
(34) Less—Estimated savings and recoverable items.....	106,950	110,674	100,389
Total.....	<u>\$ 262,200,837</u>	<u>\$ 256,526,107</u>	<u>\$ 224,057,563</u>

Estimated value of major services not included
in this department's appropriations

	1965-66	1964-65
*Accommodation—provided by the Department of Public Works.....	4,442,900	4,648,400
Accounting and cheque issue services—Comptroller of the Treasury.....	788,600	708,900
Contributions to superannuation account—Department of Finance.....	1,964,000	1,826,200
Employee surgical-medical insurance premiums—Department of Finance.....	255,000	245,000
Employee compensation payments—Department of Labour.....	148,000	154,700
Carrying of franked mail—Post Office Department.....	37,500	38,000
	<u>\$ 7,636,000</u>	<u>\$ 7,621,200</u>

*Included in this department's appropriations.

**Estimated value of major services
provided to other departments**

	Accommodation	
	1965-66	1964-65
Agriculture.....	2,562,100	2,930,000
Atlantic Development Board.....	12,500	15,200
Atomic Energy.....	9,100	10,500
Auditor General's Office.....	43,500	58,400
Board of Broadcast Governors.....	21,700	29,200
Canada Emergency Measures Organization.....	48,300	45,300
Office of the Chief Electoral Officer.....	77,900	67,900
Citizenship and Immigration.....	1,788,200	1,779,500
Civil Service Commission.....	499,000	451,500
Defence Production.....	3,676,800	3,664,700
Economic Council of Canada.....	73,300	63,202
External Affairs.....	526,800	468,200
International Joint Commission.....	14,100	15,800
Finance.....	1,482,600	1,543,500
Fisheries.....	620,700	659,000
Forestry.....	485,600	487,000
Industry.....	248,000	169,000
Insurance.....	73,000	72,000
Justice.....	573,600	473,100
Labour.....	2,767,000	2,790,800
Legislation.....	580,400	580,300
Mines and Technical Surveys.....	2,580,500	3,008,400
Dominion Coal Board.....	16,000	16,000
National Defence.....	3,761,500	3,640,400
National Film Board.....	768,300	727,200
National Gallery of Canada.....	416,600	426,900
National Health and Welfare.....	2,646,300	2,415,100
National Research Council.....	512,800	510,500
National Revenue.....	9,537,000	9,363,200
Northern Affairs and National Resources.....	658,300	663,500
Post Office.....	25,528,700	25,298,000
Privy Council.....	164,200	153,700
Public Archives and National Library		
National Library.....	138,100	93,700
Public Archives.....	429,000	416,300
Public Printing and Stationery.....	285,500	260,000
Office of the Representation Commissioner.....	6,800	
Royal Canadian Mounted Police.....	1,371,200	1,503,300
Secretary of State.....	753,900	816,700
Centennial Commission.....	30,100	31,500
Trade and Commerce.....	2,128,600	2,089,800
National Energy Board.....	68,100	72,600
Transport.....	2,079,800	2,112,400
Air Transport Board.....	95,300	34,700
Board of Transport Commissioners for Canada.....	119,100	115,400
Canadian Maritime Commission.....	24,500	24,000
Unemployment Insurance Commission.....	3,491,000	3,546,800
Veterans Affairs.....	2,134,600	2,145,500
	<u>\$75,930,000</u>	<u>\$75,859,702</u>

Expenditures for other departments

Services were rendered and work performed by this department, the expenditures for which were charged to the votes of other departments in the amounts indicated:—

Agriculture \$2,551,496, Citizenship and Immigration \$1,432,827, Defence Production \$215,774, External Affairs \$954,633, Finance \$3,595, Fisheries \$570,698, Forestry \$1,461,974, Industry \$910, Justice \$26,244,584,

Labour and Unemployment Insurance Commission \$3,942, Mines and Technical Surveys \$1,937,713, National Defence \$395,332, National Health and Welfare \$4,408,986, National Research Council \$1,151,399, National Revenue \$146,325, Northern Affairs and National Resources \$12,337,035, Northern Pool Housing \$12,004, Post Office \$36,734, Royal Canadian Mounted Police \$1,399,885, Secretary of State \$3,657,543, Trade and Commerce \$51,513, Transport \$7,558,720, Veterans Affairs \$190,102.

Payments of Damage Claims

Particulars and payee	Authority	Amount
Damage resulting from cutting and clearing cable from an obsolete pole line at White Hills Nfld, charged to Vote 5. Canadian National Railways.....	T.B. 647321 October 21, 1965	1,442
Damage resulting from excavation along the shoreline, to a privately-owned concrete wall at Ste-Croix de Lotbiniere Que, charged to Vote 20. Eugene Laflamme.....	T.B. 647065 October 19, 1965	3,000
Damage from a storm on October 29, 1963 to a wharf at South West Port Mouton N S, charged to Vote 20. Austin H Burgess.....	T.B. 640984 May 19, 1965	2,025
Sundry claims, each under \$1,000 (19).....		2,315
		<u>\$ 8,782</u>

REVENUES

Comparative Summary

Non-Tax Revenue—	1965-66	1964-65
A Privileges, licences and permits.....	3,052,464 46	2,524,839 70
B Proceeds from sales.....	38,670 94	116,468 35
C Services and service fees.....	1,243,114 46	857,946 17
D Refunds of previous years' expenditure.....	432,664 67	650,676 89
E Miscellaneous.....	914,046 13	464,075 85
Total.....	<u>\$ 5,680,960 66</u>	<u>\$ 4,614,006 96</u>

Details

A Privileges, licences and permits:		
Ferry privileges.....	363	
Rentals of:		
Public buildings and sites.....	2,897,871	
Kingston dry dock.....	12,100	
Sundry works, water lots, etc.....	142,131	
		3,052,465
B Proceeds from sales:		
Sales of movables, furniture, fittings, lumber, scrap, etc.....	5,119	
Sales of real estate.....	33,552	
		38,671
C Services and service fees:		
Quarters and rations.....	627,281	
Laundry services.....	53,797	
Commission from telephone booths in public buildings.....	28,380	
Earnings of floating plant.....	69,129	
Earnings of graving docks, etc.—		
Champlain graving dock Lauzon Que.....	198,542	
Lorne graving dock Lauzon Que.....	48,236	
Selkirk Man repair slip.....	1,041	
Esquimalt B C graving dock.....	211,298	
Sundries.....	5,410	
		1,243,114

D Refunds of previous years' expenditures:

Canadian Broadcasting Corporation Ottawa, development work and services to Head Office building \$117,517; Department of Attorney General (Provincial) St John's, Provincial Government's share (50%) of salaries for personnel of Pleasantville Nfld Fire Department \$149,181; Department of Northern Affairs and National Ressource Ottawa, diesel fuel oil, gasoline, rental of steam \$8,150; Government of The Province of Ontario, maintenance of the Perley Bridge, Hawkesbury Ont \$40,083; Pacific Coast Terminals New Westminster B C, dredging Fraser River B C \$14,115; U S A F Churchill Research Range Fort Churchill Man, diesel fuel oil, gasoline, antifreeze \$25,244; United States Army Alaska Seattle Washington U S A, cost of Haines Road maintenance \$16,357; sundry \$62,018..... 432,665

E Miscellaneous:

Administrative Director, State of Alaska, annual payment in accordance with article 6A of the contract between Canada and the State of Alaska for construction of Prince Rupert ferry terminal \$55,316; Atomic Energy of Canada Limited for steam and electricity supplied to buildings at Tunney's Pasture Ottawa \$8,601; R L & R Blackburn Ltd for steam supplied to the Roxborough Apartments Ottawa \$8,103; Canadian Broadcasting Corporation Ottawa for services provided to headquarters building \$32,381 and steam supplied \$18,280; Canadian International Paper Company for guaranteed basic dockage at Dalhousie N B \$10,000; Canadian National Railways Toronto amount in payment of cost of operating and maintaining vertical lift bridge, Burlington Canal \$19,234; Magnet Cave Barium Corporation Walton N S annual payment for construction of harbour facilities and improvements in the Letete River N B \$4,907; Manitoba Hydro Winnipeg for supply of electricity \$111,029; Department of National Defence for steam supplied to National Revenue building at 1179 Bleury Street Montreal \$6,568; Department of National Defence, Defence Research Board for a portion of the work in connection with the partial Reflection Experiment building, labour portion, at Fort Churchill Man \$12,623; Department of National Defence R C A F Station Whitehorse, Y T electricity supplied \$92,020; Department of National Defence Fort Churchill Man fuel oil Northern Pool Housing Services \$47,880; Department of Northern Affairs & National Resources, Fort Churchill Man diesel fuel, gasoline, food supplies, Pool Housing Service \$39,886; Department of Transport Fort Churchill Man Pool Housing Services \$36,120; Fort Churchill General Hospital, Fort Churchill Man steam, water, electricity \$23,060; Fort Churchill Recreation Association Fort Churchill Man Portion—Concession Fees \$7,000; E B Hodge, Bank of Canada Ottawa services to Bank Note Bldg \$5,293; International Civil Aviation Organization, Montreal refund of rent \$95,414; National Harbours Board Churchill Man water, \$16,480; National Research Council of Canada Churchill Research Range Branch Fort Churchill Man road maintenance, water, diesel fuel, gas, electric power to radar \$75,668; Province of Manitoba Highways Branch Churchill Man work on streets and highways \$7,357; Ross Meager Ltd Ottawa steam supplied \$7,268; Government of Yukon Territory Whitehorse Y T for supply of water and sewage to Camp Takhini School Whitehorse Y T and supply of water to Beaver Creek school \$9,011; sundry \$164,547..... 914,046

Total..... \$ 5,680,961

Certified correct.

LUCIEN LALONDE,
Deputy Minister of Public Works.

**Comparative Statement of Accounts Receivable
at March 31**

	1966	1965
Current year.....	979,925	627,415
Previous years—		
Collectible.....	445,330	484,939
Uncollectible.....	10,046	10,959
	<u>\$ 1,435,301</u>	<u>\$ 1,123,313</u>

During the year, 6 items amounting to \$2,055 were deleted under authority of section 23 of the Financial Administration Act, c. 116, R.S., as amended.

1965-66

PUBLIC ACCOUNTS

•

OFFICE OF THE REPRESENTATION COMMISSIONER

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Details of

EXPENDITURES

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OFFICE OF THE REPRESENTATION COMMISSIONER
(provided for in the Department of the Secretary of State Estimates 1965-66)

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
38·2	Stat.	Salary of the Representation Commissioner..	24,999 96	24,999 96	24,999 96
38·2	Stat.	Expenses of the office of the Representation Commissioner.....	749,892 33	749,892 33	199,521 19
			<u>\$ 774,892 29</u>	<u>\$ 774,892 29</u>	<u>\$ 224,521 15</u>

Salary of the Representation Commissioner, Nelson Castonguay, Representation Commissioner Act, c. 40, Statutes of 1963.....	(1)	<u>\$ 25,000</u>
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Expenses of the Office of the Representation Commissioner, Representation Com- missioner Act, c. 40, Statutes of 1963.....	(22)	<u>\$ 749,892</u>
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	Salaries and wages.....	183,399
	Overtime.....	2,517
A	Allowances.....	39,300
B	Professional and special services.....	11,218
	Travelling expenses—staff.....	22,404
C	Travelling expenses—other than staff.....	21,400
	Freight, express and cartage.....	587
	Postage.....	502
	Telephones and telegrams.....	7,942
	Publication of departmental reports and other material.....	4,650
	Exhibits, advertising, films, broadcasting and displays.....	440,462
	Office stationery, supplies and equipment.....	3,551
	Rental of buildings.....	11,624
	Unemployment insurance contributions.....	254
	Sundries.....	82
		<u>\$ 749,892</u>

Expenditures included an ex-gratia payment of \$100 or over as follows:

Particulars and payee	Authority	Amount
Payment for travelling and living expenses incurred on trips to Vernon B C occasioned by the emergency hospitaliza- tion of the late Robert Wilson, former Secretary to the Electoral Boundaries Commission for British Columbia.		
Mrs Robert Wilson Vancouver B C.....	P.C. 1966-42/401, March 10, 1966	<u>\$ 110</u>

The Electoral Boundaries Readjustment Act, c. 31, 1964 provides for the establishment of ten commissions to report upon the readjustment of the representation of the provinces in the House of Commons.

By proclamation dated January 20, 1965, provincial commissions were established as follows:

Newfoundland—Chairman, Justice H G Puddester, members, R Gushue and G E Trickett.

Nova Scotia—Chairman, Justice V J Pottier, members, A D Muggah and H F Grant.

Prince Edward Island—Chairman, Justice G J Tweedy, members, J F MacMillan and W MacKay.

New Brunswick—Chairman, Justice W A I Anglin, members, A J Boudreau and E M Lyons.

Quebec—Chairman, Justice P Langlois, members, C L O Glass and F Drouin.

Ontario—Chairman, Justice E A Richardson, members, G Crawford and R Lewis.

Manitoba—Chairman, Justice R Du Val Guy, members, H H Saunderson and C Prud'homme.

Saskatchewan—Chairman, Justice R L Brownridge, members, N Ward and C B Koester.

Alberta—Chairman, Justice M M Porter, members, A S Armstrong and R A Crevolin.

British Columbia—Chairman, Justice H W McInnes, members, G F Curtis and R L Haig-Brown.

A Commission members, other than the Representation Commissioner or a person in receipt of salary under the Judges Act, may be paid a per diem allowance of \$100.

B Payments by services with individual payments of \$2,000 or over were:

Map preparation and advisory services \$5,035—W John Watson Ottawa \$2,745.

Surveying services \$3,615—Charles William Gordon Ottawa \$2,370.

Miscellaneous services \$2,568.

C Expenses of \$1,000 or more were paid to: R L Haig-Brown \$1,753, I L Head \$2,042, A D Muggah \$1,008, Justice M M Porter \$1,283, Justice H G Puddester \$1,031, Justice E A Richardson \$1,096, C J Rowe \$3,606.

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages	25,000	25,000	25,000
(22) All other expenditures	749,892	749,892	199,521
	<u>\$ 774,892</u>	<u>\$ 774,892</u>	<u>\$ 224,521</u>

Estimated value of major services not included in this department's appropriations

	1965-66	1964-65
Accommodation—provided by Department of Public Works	6,800	
Accounting and cheque issue services—Comptroller of the Treasury	5,800	
Contributions to superannuation account—Department of Finance	7,100	
Employee surgical-medical insurance premiums—Department of Finance	300	
Carrying of franked mail—Post Office Department	100	
	<u>\$ 20,100</u>	

1965-66

PUBLIC ACCOUNTS

•

ROYAL CANADIAN MOUNTED POLICE

•

Details of

EXPENDITURES AND REVENUES

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ROYAL CANADIAN MOUNTED POLICE

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
		National police services, Federal law enforcement duties and Provincial and Municipal policing under contract—			
39· 2	1	Administration, operation and maintenance.....	68,311,424 00	67,887,692 53	63,868,041 33
39· 7	5	Construction or acquisition.....	4,762,000 00	4,488,343 35	3,872,456 68
39· 9	Stat.	Pensions and other benefits.....	9,529,105 58	9,529,105 58	8,443,852 10
39· 9	Stat.	Refunds of amounts credited to revenue in previous years.....	2,285 90	2,285 90	
39·10	Stat.	Exchequer Court awards.....	51,418 93	51,418 93	5,543 18
		<i>Expenditures from appropriations not required for 1965-66.....</i>			8,982 41
		Total.....	<u>\$ 82,656,234 41</u>	<u>\$ 81,958,846 29</u>	<u>\$ 76,198,875 70</u>

Vote 1	National police services, Federal law enforcement duties and provincial and municipal policing under contract—Administration, operation and maintenance, including grants as detailed in the Estimates and pensions to families of members of the Royal Canadian Mounted Police who have lost their lives while on duty . . .	64,370,494
Vote 1b.	.....	2,130
Transfer from Department of Finance	Vote 15 contingencies	3,938,800
		<u>68,311,424</u>
	Expenditures	<u>\$ 67,887,693</u>

Total revenue arising from the above expenditures amounted to \$17,798,382.

Expenditures included ex-gratia payments of \$100 or over as follows:

Particulars and payee	Authority	Amount
Funeral expenses in excess of the allowance authorized under regulations 284 (1) of the R C M Police regulations, paid on behalf of the late Constable N M Bruce who was killed near Westbank BC on April 10, 1965 while on duty.		
The Garden Chapel Funeral Directors Ltd.	P.C. 1965-25/1227, July 9, 1965	277
Compensation for loss of personal clothing and effects while on duty at Montreal, April 24, 1965.		
J H J P J Grilli.....	T.B. 644373, August 18, 1965	151
		<u>\$ 428</u>

The following distribution of expenditures was maintained under authority of Treasury Board.

Division			Estimates	Allotments	Expenditures
"HQ"	Headquarters—Ottawa.....	\$ 7,534,004			
	Transfer from Department of Finance Vote 15 contingencies.....	496,900	8,030,904	8,235,904	8,154,168
"NPS"	National Police Services—Ottawa.....	\$ 2,155,520			
	Transfer from Department of Finance Vote 15 contingencies.....	73,800	2,229,320	2,217,320	2,217,072
"A"	Eastern Ontario.....	\$ 2,863,361			
	Transfer from Department of Finance Vote 15 contingencies.....	59,800	2,923,161	2,884,161	2,868,704
"B"	Newfoundland.....	\$ 2,764,567			
	Transfer from Department of Finance Vote 15 contingencies.....	80,000	2,844,567	2,820,567	2,804,093
"C"	Quebec.....	\$ 3,986,185			
	Transfer from Department of Finance Vote 15 contingencies.....	208,300	4,194,485	4,251,485	4,219,798
"D"	Manitoba.....	\$ 3,807,108			
	Transfer from Department of Finance Vote 15 contingencies.....	207,600	4,014,708	4,010,708	4,001,985
"E"	British Columbia.....	\$ 12,621,827			
	Transfer from Department of Finance Vote 15 contingencies.....	335,400	12,957,227	12,869,227	12,819,814
"F"	Saskatchewan.....	\$ 5,271,126			
	Transfer from Department of Finance Vote 15 contingencies.....	221,700	5,492,826	5,509,826	5,487,254
"Depot"	Regina training.....	\$ 2,417,799			
	Transfer from Department of Finance Vote 15 contingencies.....	504,500	2,922,299	2,968,299	2,967,998
"G"	Northwest and Yukon Territories.....	\$ 2,061,194			
	Transfer from Department of Finance Vote 15 contingencies.....	180,000	2,241,194	2,276,194	2,228,248
"H"	Nova Scotia.....	\$ 2,649,338			
	Transfer from Department of Finance Vote 15 contingencies.....	157,500	2,806,838	2,806,838	2,786,792
"J"	New Brunswick.....	\$ 2,158,175			
	Transfer from Department of Finance Vote 15 contingencies.....	102,000	2,260,175	2,278,175	2,270,899
"K"	Alberta.....	\$ 6,399,258			
	Transfer from Department of Finance Vote 15 contingencies.....	512,000	6,911,258	6,855,258	6,835,235
"L"	Prince Edward Island.....	\$ 482,227			
	Transfer from Department of Finance Vote 15 contingencies.....	35,000	517,227	513,227	508,372
"N"	Ottawa training.....	\$ 1,360,423			
	Transfer from Department of Finance Vote 15 contingencies.....	55,500	1,415,923	1,409,923	1,395,645
"O"	Western Ontario.....	\$ 3,138,745			
	Transfer from Department of Finance Vote 15 contingencies.....	271,500	3,410,245	3,380,245	3,355,279
"Air"	Air services.....	\$ 750,567			
	Transfer from Department of Finance Vote 15 contingencies.....	323,500	1,074,067	1,063,067	1,049,214
"Marine"	Marine services.....	\$ 1,951,200			
	Transfer from Department of Finance Vote 15 contingencies.....	113,800	2,065,000	1,961,000	1,917,123
			<u>\$ 68,311,424</u>	<u>\$ 68,311,424</u>	<u>\$ 67,887,693</u>

Headquarters administration and national police services—
Operation and maintenance

		Estimates	Allotments	Expenditures
	Salaries and wages.....	\$ 2,222,000		
	Transfer from Department of Finance Vote 15 contingencies.....	82,100		
		(1) 2,304,100	2,185,344	2,185,343
	Civilian allowances.....	(2) 30,000	16,073	16,072
A	Pay of Force—			
	Members of the Force.....	\$ 5,160,000		
	Transfer from Department of Finance Vote 15 contingencies.....	484,200		
		(3) 5,644,200	5,758,434	5,758,433
	Special constables and employed civilians.....	\$ 210,000		
	Transfer from Department of Finance Vote 15 contingencies.....	4,400		
		(3) 214,400	216,740	216,740
B	Allowances to members of the Force.....	(3) 430,000	445,748	445,747
C	Professional and special services.....	(4) 30,000	37,163	37,162
D	Medical services.....	(4) 78,000	93,829	93,828
	Removal expenses.....	(5) 200,000	226,296	226,295
	Travelling expenses—Investigational.....	(5) 174,000	202,587	202,587
	Freight, express and cartage.....	(6) 14,500	13,650	13,649
	Postage.....	(7) 16,000	20,836	20,835
	Telephones, telegrams and other communication services.....	(8) 55,000	55,902	55,901
	Publication of departmental reports and other material.....	(9) 26,000	24,476	24,476
E	Advertising.....	(10) 18,000	36,108	36,108
	Office stationery, supplies and equipment.....	(11) 194,000	209,790	209,790
	Materials and supplies.....	(12) 67,300	59,470	59,469
F	Mess ration allowance.....	(12) 9,100	9,097	9,096
	Coal, coke, wood and fuel oil.....	(12) 2,400	2,026	2,026
	Clothing.....	(12) 113,000	104,128	104,128
	Fuel for mechanical equipment.....	(12) 4,800	6,619	6,619
	Repairs and upkeep of buildings and works.....	(14) 5,200	913	913
	Rental of land, buildings and works.....	(15) 67,000	49,213	49,212
	Repairs and upkeep of equipment.....	(17) 28,500	27,381	27,380
	Rental of equipment.....	(18) 53,000	46,833	46,833
	Light, heat, power, water and gas.....	(19) 6,700	4,940	4,939
	Grant to the Canadian Association of Chiefs of Police.....	(20) 1,000	1,000	1,000
	Grant to the Royal Canadian Mounted Police Veterans Association.....	(20) 1,000	1,000	1,000
	Membership fees.....	(20) 16,000	18,212	18,212
	Sundry investigation expenses.....	(22) 425,000	468,968	468,967
	Sundries.....	(22) 14,000	10,460	10,460
		<u>\$10,242,200</u>	<u>\$10,353,236</u>	<u>\$10,353,220</u>

This sub-vote was provided to meet the costs of operation and maintenance, including salaries of civilian employees of headquarters administration and national police services available to all police organizations in Canada, such as the national fingerprint bureau, the firearms registration records, the police laboratories, the *Police Gazette*, etc.

Revenue arising from the above expenditures amounted to \$123,655 and consisted of *Return on investments* \$12,178—net profit transferred from Royal Canadian Mounted Police working capital advances \$11,983, sundries \$195; *Privileges, licences and permits* \$49,810—deductions from pay of members for quarters \$49,809, sundries \$1; *Proceeds from sales* \$17,833—sale of clothing and kit \$12,163, deductions from pay of members for meals and rations \$5,509, sundries \$161; *Miscellaneous* \$43,834—officers' pension contributions \$40,187, purchases of discharge \$2,144, sundries \$1,503.

A Rates of pay are authorized by Treasury Board under provisions of the Royal Canadian Mounted Police Act, c. 54, 1959. The following was the strength in the various commissioned and non-commissioned ranks as at March 31, 1966: 1 commissioner, 2 deputy commissioners, 5 assistant commissioners, 3 chief superintendents, 12 superintendents, 33 inspectors, 10 sub-inspectors, 5 staff sergeants-major, 1 sergeant-major, 78 staff-sergeants, 137 sergeants, 207 corporals, 194 constables, 48 special constables and 161 civilian members.

The annual rates of pay for commissioned officers as at March 31, 1966, under authority of P.C. 1966-80, January 12, 1966 and T.B. 647083, January 13, 1966 were as follows: commissioner \$24,840, deputy commissioner \$20,140, assistant commissioner \$16,960, chief superintendent \$14,628, superintendent \$11,978 to \$13,038, inspector \$9,964 to \$10,812, sub-inspector \$9,540.

The annual rates of pay for other ranks as at March 31, 1966, under authority of T.B. 647083, January 13, 1966 were as follows: corps sergeant-major \$8,447, staff sergeant-major \$8,253, sergeant-major and staff-sergeant \$7,634 to \$7,949, sergeant \$6,977 to \$7,366, corporal \$6,353 to \$6,547, constable 1st class 1st year \$4,809, 2nd year \$5,019, 3rd year \$5,250, 4th year \$5,502, 5th year \$5,817, 6th year (discretionary) \$5,943, constable 2nd class \$4,599, constable third class \$4,389.

The Commissioner is authorized to engage special constables and civilian members under authority of the Royal Canadian Mounted Police Act. Rates of pay under authority of T.B. 647083, January 13, 1966 ranged from \$2,961 to \$13,038.

B Expenditures consisted of: plain clothes allowance at the rate of \$15.50 per month \$11,679, kit upkeep allowance at the rate of \$6 per month \$38,225, special Newfoundland allowance \$192, married accommodation allowance \$175,697, special allowances to members of the Royal Canadian Mounted Police stationed at foreign posts as follows: living allowance \$114,531, home leave allowance \$2,232, language allowance \$1,435, rental allowance \$100,051, representation allowance \$1,305, tropical clothing allowance \$400.

C Payments by services with individual payments of \$2,000 or over were:

Legal fees \$3,086—Norman L Matthews Toronto \$2,782.

Training fees \$30,475—University of British Columbia Vancouver \$2,370, Carleton University Ottawa \$7,035,

The Fitness Institute Don Mills Ont \$3,588, Radio College of Canada Toronto \$2,270.

Miscellaneous fees \$3,601.

D T.B. 358315, February 3, 1949 authorized the Commissioner to arrange with the Department of Veterans Affairs to provide medical and dental facilities as authorized under Police regulations; the cost of such facilities to be paid to that department. Payments for the current fiscal year amounted to \$850,341, including \$90,076 charged to this sub-vote, \$735,607 charged to Land and Air sub-vote and \$24,658 to Marine services sub-vote.

E Expenditures included \$35,770 for newspaper advertising in connection with a campaign for recruits of which \$4,253 was paid to Canadian High News Toronto, \$25,332 to Goodwin-Ellis Advertising Ltd Ottawa and \$6,185 to Weekend Magazine Perspectives Montreal.

F The cost of rations for men in barracks where messes have been established is paid to the commanding officers of the several divisions in the form of mess ration allowances at varying rates based on the number and cost of meals served.

*Land, air and training divisions—
Operation and maintenance*

		Estimates	Allotments	Expenditures
	Salaries and wages			\$ 3,150,000
	Transfer from Department of Finance Vote 15 contingencies			136,500
		(1)	3,286,500	3,263,337
		(2)	7,000	4,198
	Civilian allowances			
A	Pay of Force—			
	Members of the Force			\$34,203,000
	Transfer from Department of Finance Vote 15 contingencies			3,110,600
		(3)	37,313,600	36,985,873
	Special constables and employed civilians			\$ 460,000
	Transfer from Department of Finance Vote 15 contingencies			7,200
		(3)	467,200	437,507
B	Allowances to members of the Force	(3)	2,115,000	2,015,377
C	Professional and special services	(4)	47,000	45,161
D	Protection and security—Corps of Commissionaires	(4)	566,000	576,587
	Medical services	(4)	658,000	735,608
	Removal expenses	(5)	730,000	971,485
	Travelling expenses—Investigational	(5)	1,437,000	1,283,357
	Freight, express and cartage	(6)	195,000	187,666
	Postage	(7)	135,200	139,631
	Telephones, telegrams and other communication services	(8)	436,000	484,468
	Advertising	(10)	400	48
	Office stationery, supplies and equipment	(11)	299,000	341,748
	Materials and supplies	(12)	444,000	495,978
E	Mess ration allowance	(12)	303,000	259,307
	Coal, coke, wood and fuel oil	(12)	350,000	307,630
	Clothing	(12)	973,000	909,175
	Fuel for mechanical equipment	(12)	1,384,000	1,511,607
	Repairs and upkeep of buildings and works	(14)	496,000	519,064
	Rental of land, buildings and works	(15)	780,000	673,583
	Repairs and upkeep of equipment	(17)	1,545,000	1,616,147
	Rental of equipment	(18)	73,000	74,076
	Light, heat, power, water and gas	(19)	670,000	678,019
	Membership fees	(20)	300	13
	Sundry investigation expenses	(22)	1,197,000	1,246,636
	Sundries	(22)	78,000	111,878
			\$55,986,200	\$55,875,164
				\$55,599,330

This sub-vote was provided to meet the costs of operation and maintenance, including salaries of civilian employees of field divisions of the Royal Canadian Mounted Police, the Air Division, and training establishments at Rockcliffe Ont and Regina. Field divisions are employed in the enforcement of federal statutes throughout Canada. They also provide policing services, under contract, to all provinces and territories except Ontario and Quebec and to 121 cities and towns.

Revenue arising from the above expenditures amounted to \$17,646,075 and consisted of *Privileges, licences and permits* \$737,307—deductions from pay of members for quarters \$736,576, sundries \$731; *Proceeds from sales* \$433,689—deductions from pay of members for meals and rations \$248,801, sales of clothing and kit \$175,734, sundry sales \$9,154; *Services and service fees* \$16,366,680—policing of provinces, territories and municipalities \$15,595,590, race track supervision \$228,037, protection of various Bank of Canada agencies \$105,291, protection of airports \$408,918, security of Quebec Harbour \$28,844; *Miscellaneous* \$108,399—officers' pension contributions \$51,299, purchases of discharge \$46,760, assessments against members of the R C M Police for damages \$4,319, sundries \$6,021.

A Commissioned officers are appointed by the Governor in Council and non-commissioned officers, constables, special constables and civilian members by the Commissioner.

The following was the strength in the various commissioned and non-commissioned ranks as at March 31, 1966: 5 assistant commissioners, 7 chief superintendents, 29 superintendents, 50 inspectors, 20 sub-inspectors, 1 corps sergeant-major, 3 staff sergeants-major, 11 sergeants-major, 237 staff-sergeants, 409 sergeants, 1,274 corporals, 4,334 constables, 190 special constables and 162 civilian members. General rates of pay are given under Headquarters administration sub-vote.

B Expenditures consisted of: kit upkeep allowance \$351,103, plain clothes allowance \$211,146, special northern subsistence allowance at rates ranging from \$45 to \$90 monthly \$154,650, special Newfoundland allowance at rates ranging from \$16 to \$30 monthly \$41,607, northern cash allowance at rates of \$60 and \$90 per month \$161,095, married accommodation allowance \$1,095,775. General rates of allowances are given under Headquarters administration sub-vote.

C Payment by services with individual payments of \$2,000 or over were:

Analyst fees \$2,456.

Court and reporting fees \$25,602—Clerk of the Court Montreal \$3,702.

Credit reporting services \$3,650—Associated Credit Bureaus of Canada Toronto \$3,387.

Legal fees \$7,433—W G Morrow Edmonton \$2,272, J Scollin Winnipeg \$2,000.

Training fees \$3,638.

Veterinary fees \$1,176.

Miscellaneous fees \$1,206.

D Expenditures represented payment for services of the Canadian Corps of Commissionaires and the British Columbia Corps of Commissionaires in connection with the protection of Federal Government buildings and property in accordance with Commissionaire Services Regulations approved by T.B. 612624, June 20, 1963. The basic rate is to be established periodically by Treasury Board on recommendations received from the Department of Labour for the relevant locations. The agreements provide for payment of additional amounts at specified rates to the respective Corps for administrative expenses and the necessary transportation costs for proper supervision of the protective services.

E The cost of rations for men in barracks where messes have been established is paid to the commanding officers of the several divisions in the form of mess ration allowances at varying rates based on the number and cost of meals served.

Marine services—Operation and maintenance

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 48,500			
Transfer from Department of Finance Vote 15 contingencies.....	1,700	(1) 50,200	40,082	40,081
A Pay of Force—				
Members of the Force.....	\$ 1,195,000			
Transfer from Department of Finance Vote 15 contingencies.....	112,100	(3) 1,307,100	1,307,100	1,249,495
B Allowances to members of the Force.....	(3) 80,000	80,000	80,000	67,977
Professional and special services.....	(4) 1,000	1,000	1,034	1,034
Medical services.....	(4) 22,000	22,000	24,659	24,658
Removal expenses.....	(5) 19,800	19,800	17,800	17,788
Travelling expenses—Investigational.....	(5) 40,000	40,000	47,897	47,896
Freight, express and cartage.....	(6) 2,500	2,500	2,500	1,188
Postage.....	(7) 2,800	2,800	2,800	2,790
Telephones, telegrams and other communication services.....	(8) 3,400	3,400	3,400	3,200
Office stationery, supplies and equipment.....	(11) 4,500	4,500	4,666	4,666
C Materials and supplies.....	(12) 43,200	43,200	43,587	43,587
Ships' stores.....	(12) 26,000	26,000	26,000	25,172
Fuel for ships.....	(12) 127,000	127,000	127,000	106,118
Clothing.....	(12) 35,000	35,000	35,000	32,986
Repairs and upkeep of buildings and works.....	(14) 4,200	4,200	5,175	5,174
Rental of land, buildings and works.....	(15) 9,800	9,800	9,800	9,446

	Estimates	Allotments	Expenditures
Repairs and upkeep of equipment.....(17)	255,000	255,000	209,196
Rental of equipment.....(18)	4,500	4,500	3,172
Electricity and water.....(19)	18,600	18,600	16,198
Sundry investigation expenses.....(22)	1,000	1,000	301
Sundries.....(22)	7,400	7,400	5,000
	<u>\$ 2,065,000</u>	<u>\$ 2,065,000</u>	<u>\$ 1,917,123</u>

This sub-vote was provided to meet the costs of operation and maintenance, including salaries of civilian employees of the Marine Division. This division is employed in the enforcement of federal statutes along the seaboard and inland waterways and in assisting land divisions in the transport of personnel and carrying out police investigations in areas where water transportation is necessary. A particular duty is the enforcement of those sections of the Customs Act relating to smuggling including the maintenance of preventive patrols.

Revenue arising from the above expenditures amounted to \$28,652 and consisted of *Privileges, licences and permits* \$8,117—deductions from pay of members for quarters \$8,117; *Proceeds from sales* \$16,782—deductions from pay of members for meals and rations \$10,694, sale of clothing and kit \$6,088; *Miscellaneous* \$3,753—officers' pension contributions \$2,161, purchases of discharge \$1,592.

A The following was the strength in the various commissioned and non-commissioned ranks as at March 31, 1966: 1 superintendent, 6 inspectors, 1 staff-sergeant major, 11 staff-sergeants, 28 sergeants, 36 corporals, 39 constables and 109 marine constables. General rates of pay are given under Headquarters administration sub-vote.

The Commissioner is authorized to engage marine constables under authority of the Royal Canadian Mounted Police Act. The annual rates of pay range from \$4,158 to \$6,547.

B Expenditures consisted of plain clothes allowance \$169, kit upkeep allowance \$14,595, special northern subsistence allowance \$5,502, married accommodation allowance \$47,711. General rates of allowances are given under Headquarters administration and Land and Air sub-votes.

C Expenditures were for provisions, mess ration allowances and fuel for cooking.

Pensions to families of members of the Royal Canadian Mounted Police who have lost their lives while on duty, as detailed in the Estimates

	Estimates	Allotments	Expenditures
Mrs Margaret Cox.....	1,824	1,824	1,824
Mrs Victoria Desjardins.....	1,824	1,824	1,824
Mrs Georgina Harrison.....	1,428	1,428	1,428
Mrs Nora Jean Massan.....	1,824	1,824	1,824
Mrs Margaret Nicholson.....	1,824	1,824	1,824
Mrs Catherine Mildred Ralls.....	1,824	1,824	1,824
Mrs Doris Freda Sampson.....	1,365	1,365	1,365
Mrs Eunice Wainwright.....	1,824	1,824	1,824
	<u>13,737</u>	<u>13,737</u>	<u>13,737</u>

Supplementary Pensions—To the widows of former members of the Royal Canadian Mounted Police who are in receipt of pensions granted under section 78 of the Royal Canadian Mounted Police Pension Continuation Act

Mrs K M Cobble.....	911	911	910
Mrs Robina Holman.....	912	912	911
Mrs V M Rapeer.....	1,175	1,175	1,175
Mrs E M Shaw.....	1,139	1,139	1,138
Mrs A A Sander.....	56	56	56
Mrs T Reay.....	94	94	93
	<u>4,287</u>	<u>4,287</u>	<u>4,283</u>
(21) \$	<u>18,024</u>	<u>\$ 18,024</u>	<u>\$ 18,020</u>
Total Vote 1.....	<u>\$68,311,424</u>	<u>\$68,311,424</u>	<u>\$67,887,693</u>

Vote 5 National police services, Federal law enforcement duties and provincial and municipal policing under contract—Construction or acquisition of buildings, works, land and equipment..... 3,908,000

Vote 5b.....	814,000
Transfer from Department of Finance Vote 15 contingencies.....	40,000
	<u>4,762,000</u>
Expenditures.....	<u>\$ 4,488,343</u>

The following distribution of expenditures was maintained under authority of Treasury Board.

	Estimates	Allotments	Expenditures
Division or sub-division administration buildings.....	311,100	311,100	265,573
Detachment quarters.....\$ 735,650			
Transfer from Department of Finance Vote 15 contingencies.....40,000	775,650	875,650	763,251
Married quarters.....	164,000	194,000	105,994
Other projects.....	316,250	356,250	287,755
Less—Estimated amount by which actual expenditure on all listed projects will fall short of the total amounts that may be required for each.....	197,000	197,000	
Total construction or acquisition of buildings, etc... (13)	1,370,000	1,540,000	1,422,573
Construction or acquisition of equipment..... (16)	3,392,000	3,222,000	3,065,770
	<u>\$ 4,762,000</u>	<u>\$ 4,762,000</u>	<u>\$ 4,488,343</u>

*Headquarters administration and national police services—
Construction or acquisition of buildings, works, land and equipment*

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings, works and land (13)	110,600	129,466	129,466
A Construction or acquisition of equipment..... (16)	147,400	208,368	208,367
	<u>\$ 258,000</u>	<u>\$ 337,834</u>	<u>\$ 337,833</u>

A Included: transportation and maintenance equipment \$25,245, laboratory and photographic equipment \$126,055, radio equipment \$34,155, barracks furnishings \$14,412.

*Land, air and training divisions—
Construction or acquisition of buildings, works, land and equipment*

	Estimates	Allotments	Expenditures
A Construction or acquisition of buildings, works and land.....\$ 1,212,400			
Transfer from Department of Finance Vote 15 contingencies.....40,000	(13) 1,252,400	1,293,108	1,293,107
Newfoundland—			
Botwood—purchase of land Donald S Sceviour \$5,500.			
Alberta—			
Banff—detachment quarters			
*Contract (1964-65): Christensen & MacDonald Construction (Southern) Ltd \$191,990, expenditure \$120,330, to date \$191,654 including holdbacks \$2,475.			
Red Deer—sub-division administration building			
*Contract (1964-65): Oland Construction (1959) Ltd \$320,593, expenditure \$178,644, to date \$320,593 (final).			
British Columbia—			
Atlin—purchase of land D S Mattson \$5,015.			
Northwest Territory—			
Hay River—purchase of land The Town of Hay River \$8,400.			

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Yukon Territory—				
Watson Lake—married quarters, two units				
Contract (1964-65) (through the Department of Transport) for construction of eight single dwellings at Watson Lake and two 3-bedroom staff dwellings at Lower Post BC: 918 Construction Ltd \$224,233, expenditure \$7,762; \$1,381 was charged to this vote.—see Department of Transport Vote 35, Department of Citizenship and Immigration, Indian Affairs Vote 20, (under Department of Northern Affairs and National Resources, section 32) to date \$224,233 (final).				
B	Construction or acquisition of equipment.....	(16) 3,040,600	2,889,022	2,622,368
		<u>\$ 4,293,000</u>	<u>\$ 4,182,130</u>	<u>\$ 3,915,475</u>
*Awarded through Department of Public Works.....				
A	Included: consultant fees \$9,398—Donald W Graham and Associates Ottawa \$2,208, W Loates Ottawa \$7,190.			
B	Included: transportation and maintenance equipment \$1,990,214, photographic equipment \$50,116, arsenal equipment \$78,675, radio equipment \$328,851, traffic equipment \$7,897, training equipment \$7,435, barracks furnishings \$129,429.			
<i>Marine services—Construction or acquisition of buildings, works, land and equipment</i>				
		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
	Construction or acquisition of buildings, works and land (13)	7,000	7,000	
A	Construction or acquisition of equipment..... (16)	204,000	235,036	235,035
		<u>\$ 211,000</u>	<u>\$ 242,036</u>	<u>\$ 235,035</u>
A	Included: transportation and maintenance equipment \$218,534, radio equipment \$7,819, barracks furnishings \$4,140. Naval architects fees \$3,375 were paid to Gilmore German and Milne.			
	Total Vote 5.....	<u>\$ 4,762,000</u>	<u>\$ 4,762,000</u>	<u>\$ 4,488,343</u>

Pensions and other benefits*Pension to Basil Burke Currie, Vote 405, Appropriation Act No. 6, 1956*

Pension.....	(21)	684
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Government's contribution to the Royal Canadian Mounted Police superannuation account, Royal Canadian Mounted Police Superannuation Act, c. 34, Statutes of 1959

Contribution.....	(21)	3,862,291
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This payment comprised the Government's contribution pertaining to part I of the above act for the period January 1 to December 31, 1965.

Pensions under the Royal Canadian Mounted Police Pension Continuation Act, c. 34, Statutes of 1959, s. 31

Pensions.....	(21)	4,459,246
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This comprised payments under parts II and III of the above authority of: statutory pensions to officers, non-commissioned officers and constables of the Force; pensions to widows and compassionate grants to children of deceased officers; pensions to widows and compassionate grants to children of officers, non-commissioned officers and constables who have lost their lives on duty. Ranks below that of commissioned officer are eligible for pensions on a non-contributory basis, which cease on the death of the recipient. The pay of commissioned officers is subject to deductions for pensions. Deductions from the pay of commissioned officers, as well as abatements from pensions covering time served in the ranks prior to appointment as commissioned officers and included in the computation of pensions, are credited to Non-Tax Revenue—Miscellaneous.

Details in respect of pensions under part IV of the Royal Canadian Mounted Police Pension Continuation Act and part I of the Royal Canadian Mounted Police Superannuation Act are given under the Royal Canadian Mounted Police dependents' pension fund and superannuation account—see under the schedule Annuity, Insurance and Pension Accounts, in volume I of this report. See appendix 2 to this section for statement of the Royal Canadian Mounted Police superannuation account.

Further payments to certain persons in receipt of pensions under part I of the Royal Canadian Mounted Police Superannuation Act and parts II and III of the Royal Canadian Mounted Police Pension Continuation Act were made under authority of the Public Service Pension Adjustment Act, c. 32, Statutes of 1959—see Department of Finance, section 15 of this volume.

To compensate members of the Royal Canadian Mounted Police for injuries received in the performance of duty, Royal Canadian Mounted Police Superannuation Act, c. 34, Statutes of 1959 and Royal Canadian Mounted Police Pension Continuation Act, c. 34, Statutes of 1959, s. 31

Expenditure..... (21) 168,484

Compensation is paid in accordance with rates set out in schedules A and B of the Pension Act.

*Amortization of deferred charges arising out of salary increases—
Royal Canadian Mounted Police Superannuation Act, c. 34, Statutes of
1959, as amended*

Expenditure..... (21) 1,038,400

Total Statutory item..... \$ 9,529,105

**Refunds of amounts credited to revenue in previous years, Financial Administration
Act, c. 116, R.S., as amended..... (22) \$ 2,286**

This payment represents a refund of contributions made by J L Melanson to the Royal Canadian Mounted Police superannuation account. The refund was withheld in consideration of the payment, in part, of a debt due the Crown. Subsequently, the payment was issued in compliance with Exchequer Court Order No. A-1910, dated January 31, 1966.

Exchequer Court awards, Exchequer Court Act, c. 98, R.S., as amended..... (22) \$ 51,419

The awards are detailed with damage claims.

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	5,640,800	5,488,761	5,074,520
(2) Civilian allowances.....	37,000	20,270	22,961
(3) Pay and allowances, Royal Canadian Mounted Police.....	47,571,500	46,901,329	44,601,680
(4) Professional and special services.....	1,402,000	1,514,036	1,375,530
(5) Travelling and removal expenses.....	2,600,800	2,749,407	2,390,967
(6) Freight, express and cartage.....	212,000	202,503	184,587
(7) Postage.....	154,000	163,255	147,968
(8) Telephones, telegrams and other communication services....	494,400	543,569	495,614
(9) Publication of departmental reports and other material.....	26,000	24,476	22,720
(10) Exhibits, advertising, films, broadcasting and displays.....	18,400	36,156	11,170
(11) Office stationery, supplies, equipment and furnishings.....	497,500	556,204	509,720
(12) Materials and supplies.....	3,881,800	3,872,894	3,707,206
Buildings and works, including land—			
(13) Construction or acquisition.....	1,370,000	1,422,573	1,413,512
(14) Repairs and upkeep.....	505,400	525,150	444,629
(15) Rentals.....	856,800	732,241	660,538
Equipment			
(16) Construction or acquisition.....	3,392,000	3,065,770	2,458,945
(17) Repairs and upkeep.....	1,828,500	1,852,722	1,832,751
(18) Rentals.....	130,500	124,081	114,105
(19) Municipal or public utility services.....	695,300	699,155	639,092
(20) Contributions, grants, subsidies, etc., not included elsewhere	18,300	20,224	17,035
(21) Pensions, superannuation and other benefits.....	9,547,129	9,547,125	8,459,744
(22) All other expenditures.....	1,776,105	1,896,945	1,613,882
Total.....	\$82,656,234	\$81,958,846	\$76,198,876

**Estimated value of major services not included
in this department's appropriations**

	1965-66	1964-65
Accommodation—provided by the Department of Public Works.....	1,371,200	1,503,300
Accommodation—in this Department's own buildings.....	1,493,300	1,533,400
Accounting and cheque issue services—Comptroller of the Treasury.....	465,400	463,300
Contributions to superannuation account—Department of Finance.....	309,600	292,100
Employee surgical-medical insurance premiums—Department of Finance.....	191,000	193,000
Employee compensation payments—Department of Labour.....	6,700	7,700
Carrying of franked mail—Post Office Department.....	71,200	78,700
	<u>\$ 3,908,400</u>	<u>\$ 4,071,500</u>

Payments of Damage Claims

Particulars and payee	Authority	Amount
Settlement of a claim for damages to property at St Louis du Ha Ha Que January 14, 1965 caused by a Government owned vehicle, charged to Vote 1.		
Canadian National Railways.....	T.B. 642020, June 11, 1965.....	1,372
Settlement of a claim arising from a motor car accident at North Vancouver BC December 9, 1964 in which a Government owned vehicle was involved, charged to Vote 1.		
John McMillan Russell and Elizabeth Reilly Russell.....	P.C. 1960-11/944, July 15, 1960	1,500
Settlement of a claim for alleged false arrest and imprisonment at Victoria June 8, 1965 charged to Vote 1.		
Henry McIntyre Reddin.....	P.C. 1960-11/944, July 15, 1960	3,500
Settlement of a claim arising from a motor car accident at Richmond BC September 21, 1964 in which a Government owned vehicle was involved, charged to Vote 1.		
Adaliene Harriett Gillis.....	P.C. 1960-11/944, July 15, 1960	1,200
Settlement of a claim arising from a motor car accident at Victoria November 30, 1964 in which a Government owned vehicle was involved, charged to Vote 1.		
Cox Taylor and Company.....	P.C. 1960-11/944, July 15, 1960	1,459
Settlement of a claim arising from a motor car accident at Williams Lake BC June 26, 1964 in which a Government owned vehicle was involved, charged to Vote 1.		
Stanley Perry Sutherland.....	P.C. 1960-11/944, July 15, 1960	275
George Alfred Swanson.....		2,093
Settlement of a claim arising from a motor car accident at Burnaby BC August 8, 1962 in which a Government owned vehicle was involved, charged to Vote 1.		
Florence Bowen.....	T.B. 641850, June 11, 1965	344
Jack L Klassen and Judith Klassen.....		1,586
Settlement of a claim for costs, including interest, the result of a motor car accident at Lantz NS December 4, 1963 in which a Government owned vehicle was involved, charged to Vote 1.		
Michael Edward Lalanne.....	T.B. 641849, June 11, 1965.....	17,382
Pauline Lalanne.....	Exchequer Court award.....	10,203
Settlement of a claim for injuries received, general and special damages the result of a motor car accident at Amherst NS July 21, 1962 in which a Government owned vehicle was involved, charged to Vote 1.		
Kay Spicer Neville Spicer and David W Gruchy.....	P.C. 1960-11/944, July 15, 1960	2,345
Settlement of a claim for injuries received the result of being struck by a Government owned vehicle at Hamilton Ont July 19, 1963, charged to Vote 1.		
Mrs Ronald Foran and Ronald Foran.....	T.B. 651141, Feb. 17, 1966.....	2,350
Settlement of a claim for damages to property the result of an R C M Police aircraft being manoeuvred into position in R C A F Hangar at Goose Bay Labrador January 15, 1965, charged to Vote 1.		
Okanagan Helicopters Ltd.....	P.C. 1960-11/944, July 15, 1960	1,119

Settlement of a claim for special and general damages arising from a motor car accident at Wakefield Que June 4, 1961 in which a Government owned vehicle was involved. (Total claim including interest \$30,155, less amount recovered from third party George Laham \$6,819).....	Exchequer Court award.....	16,334
Jointly to—		
Elaine Nesrallah		
George Nesrallah		
Sandra Nesrallah		
Gowling MacTavish Osborne and Henderson		
Assaly and Bell (on behalf of George Laham).....	Exchequer Court award.....	7,002
Settlement of a claim for special and general damages, and interest, arising from a motor car accident at Montreal March 14, 1963 in which a Government owned vehicle was involved	Exchequer Court award	
Dame Mabel Melanson.....		1,902
Registrar of the Exchequer Court.....		1,708
Settlement of a claim for damages, and interest, arising from a motor car accident at Calgary Alta August 11, 1963 in which a Government owned vehicle was involved.		
Joseph Wesley Lyster.....	Exchequer Court award.....	1,984
Settlement of a claim for damages, and interest, arising from a motor car accident at Calgary Alta September 25, 1964 in which a Government owned vehicle was involved.		
Kenneth Noel Blenner-Hasset.....	Exchequer Court award.....	12,250
Sundry claims, each under \$1,000 (207).....		37,411
		<u>\$ 125,819</u>

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
A Return on investments.....	12,177 72	15,341 73
B Privileges, licences and permits.....	795,233 54	767,035 17
C Proceeds from sales.....	468,305 11	453,610 86
D Services and service fees.....	16,366,680 05	15,937,270 48
E Refunds of previous years' expenditure.....	197,714 01	173,731 45
F Miscellaneous.....	155,985 76	145,156 97
Total.....	<u>\$ 17,996,096 19</u>	<u>\$ 17,492,146 66</u>

Details

Non-Tax Revenue—		
A Return on investments: Net profit transferred from Royal Canadian Mounted Police working capital advances, \$11,983; interest on loans, \$195.....		12,178
B Privileges, licences and permits: Rentals, \$731; deductions from pay of members of the Force occupying government-owned or rented quarters, \$794,502.....		795,233
C Proceeds from sales: Deductions from pay of members of the Force for meals and rations, \$265,005; sales of clothing and kit, \$193,986; sundries, \$9,314.....		468,305
D Services and service fees:		
Repayment for police services:		
Provinces:		
Newfoundland—11 mos. to Oct. 31.....	784,502	
Nova Scotia—11 mos. to Oct. 31.....	907,062	
Prince Edward Island—11 mos. to Oct. 31.....	160,900	
New Brunswick—11 mos. to Oct. 31.....	650,741	
Manitoba—12 mos. to Sept. 30.....	1,105,266	
Saskatchewan—12 mos. to Sept. 30, \$1,697,578, other expenses, \$12,000..	1,709,578	
Alberta—11 mos. to Oct. 31, \$1,952,904, other expenses, \$9,167.....	1,962,071	
British Columbia—11 mos. to Oct. 31.....	2,448,351	
Territories:		
Northwest Territories—12 mos. to Sept. 30.....	434,337	
Yukon Territory—6 mos. to Sept. 30.....	95,735	

Municipalities:

Newfoundland

Corner Brook—12 mos. to May 31, \$216,648, other expenses, \$13,892..	230,540
Labrador City—11 mos. to Oct. 31, \$16,090, other expenses, \$2,102....	18,192

Nova Scotia

Inverness—17 mos. to Oct. 31, \$12,240, other expenses, \$636	12,876
Pictou—11 mos. to Oct. 31, \$12,068, other expenses, \$1,042	13,110
Windsor—11 mos. to Oct. 31, \$12,067, other expenses, \$396	12,463

Prince Edward Island

Souris—11 mos. to Oct. 31, \$4,022, other expenses, \$165.....	4,187
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New Brunswick

Campbellton—11 mos. to Oct. 31, \$44,244, other expenses, \$2,855.....	47,099
Chatham—11 mos. to Oct. 31, \$26,145, other expenses, \$2,170.....	28,315
Dalhousie—11 mos. to Oct. 31, \$20,112, other expenses, \$2,252	22,364
Oromocto—11 mos. to Oct. 31, \$26,145, other expenses, \$3,491	29,636
St Andrews—11 mos. to Oct. 31, \$4,022, other expenses, \$95.....	4,117
Sussex—11 mos. to Oct. 31, \$12,068, other expenses, \$1,172.....	13,240

Manitoba

Beausejour—11 mos. to Oct. 31, \$8,045, other expenses, \$966.....	9,011
Carberry—11 mos. to Oct. 31, \$4,023, other expenses, \$427.....	4,450
Carman—11 mos. to Oct. 31, \$8,045, other expenses, \$435.....	8,480
Charleswood—12 mos. to Dec. 31, \$17,772, other expenses, \$4,489.....	22,261
Dauphin—11 mos. to Oct. 31, \$36,114, other expenses, \$2,638.....	38,752
Flin Flon—11 mos. to Oct. 31, \$62,343, other expenses, \$4,918.....	67,261
Gimli—11 mos. to Oct. 31, \$8,045, other expenses, \$1,008.....	9,053
Killarney—11 mos. to Oct. 31, \$4,023, other expenses, \$912.....	4,935
Lynn Lake—11 mos. to Oct. 31, \$8,045, other expenses, \$441.....	8,486
Melita—11 mos. to Oct. 31, \$4,022, other expenses, \$165.....	4,187
Minnedosa—11 mos. to Oct. 31, \$8,045, other expenses, \$272.....	8,317
Mystery Lake District—11 mos. to Oct. 31, \$36,114, other expenses, \$3,331.....	39,445
Pinawa—11 mos. to Oct. 31, \$4,023, other expenses, \$827.....	4,850
Portage la Prairie—11 mos. to Oct. 31, \$58,620, other expenses, \$4,241.	62,861
Selkirk—11 mos. to Oct. 31, \$49,407, other expenses, \$3,648.....	53,055
Swan River—11 mos. to Oct. 31, \$13,223, other expenses, \$514.....	13,737
The Pas—11 mos. to Oct. 31, \$32,178, other expenses, \$712.....	32,890
Virden—11 mos. to Oct. 31, \$12,068, other expenses, \$520.....	12,588
Winnipeg Beach—11 mos. to Oct. 31, \$10,669, other expenses, \$1,731..	12,400

Saskatchewan

Assiniboia—11 mos. to Oct. 31, \$11,659, other expenses, \$301.....	11,960
Biggar—11 mos. to Oct. 31, \$12,067, other expenses, \$91.....	12,158
Canora—11 mos. to Oct. 31, \$12,068, other expenses, \$440.....	12,508
Craik—11 mos. to Oct. 31, \$4,022, other expenses, \$110.....	4,132
Eston—11 mos. to Oct. 31, \$8,045, other expenses, \$332.....	8,377
① Foam Lake—11 mos. to Oct. 31, \$4,466, other expenses, \$334.....	4,800
Gravelbourg—11 mos. to Oct. 31.....	8,045
Hudson Bay—11 mos. to Oct. 31, \$8,045, other expenses, \$283.....	8,328
Humboldt—11 mos. to Oct. 31, \$16,090, other expenses, \$1,394.....	17,484
Indian Head—11 mos. to Oct. 31, \$8,045, other expenses, \$165.....	8,210
Kamsack—11 mos. to Oct. 31, \$20,113, other expenses, \$330.....	20,443
Kindersley—11 mos. to Oct. 31, \$16,090, other expenses, \$275.....	16,365
Lloydminster—11 mos. to Oct. 31, \$38,211, other expenses, \$2,581....	40,792
Maple Creek—11 mos. to Oct. 31, \$8,045, other expenses, \$745.....	8,790
Meadow Lake—11 mos. to Oct. 31, \$12,068, other expenses, \$961.....	13,029
Melfort—11 mos. to Oct. 31, \$16,090, other expenses, \$355.....	16,445
Melville—11 mos. to Oct. 31, \$26,145, other expenses, \$912.....	27,057
Moosomin—11 mos. to Oct. 31, \$6,647, other expenses, \$165.....	6,812
Outlook—11 mos. to Oct. 31, \$8,045, other expenses, \$110.....	8,155
Radville—11 mos. to Oct. 31.....	4,022
Rosetown—11 mos. to Oct. 31, \$12,068, other expenses, \$330.....	12,398
Shaunavon—11 mos. to Oct. 31, \$10,947, other expenses, \$247.....	11,194
Tisdale—11 mos. to Oct. 31, \$12,067, other expenses, \$400.....	12,467
Uranium City—11 mos. to Oct. 31, \$12,068, other expenses, \$657.....	12,725
Watrous—11 mos. to Oct. 31, \$8,045, other expenses, \$220.....	8,265
Wilkie—11 mos. to Oct. 31, \$8,045, other expenses, \$296.....	8,341
Yorkton—11 mos. to Oct. 31, \$62,343, other expenses, \$4,332.....	66,675

Municipalities—continued

Alberta

Brooks—11 mos. to Oct. 31, \$14,342, other expenses, \$464.....	14,806
Clareholm—5 mos. to Oct. 31, \$3,850, other expenses, \$49.....	3,899
Drumheller—17 mos. to Oct. 31, \$30,600, other expenses, \$1,565.....	32,165
Fort Macleod—11 mos. to Oct. 31, \$16,090, other expenses, \$582.....	16,672
Gleichen—11 mos. to Oct. 31, \$4,022, other expenses, \$165.....	4,187
Grande Prairie—11 mos. to Oct. 31, \$50,278, other expenses, \$3,735...	54,013
High River—11 mos. to Oct. 31, \$12,068, other expenses, \$861.....	12,929
Innisfail—11 mos. to Oct. 31, \$12,068, other expenses, \$1,096.....	13,164
Nanton—11 mos. to Oct. 31, \$6,647, other expenses, \$110.....	6,757
Okotoks—11 mos. to Oct. 31, \$8,045, other expenses, \$55.....	8,100
Olds—11 mos. to Oct. 31, \$12,068, other expenses, \$645.....	12,713
Peace River—11 mos. to Oct. 31, \$16,090, other expenses, \$1,377.....	17,467
Red Deer—11 mos. to Oct. 31, \$158,612, other expenses, \$12,714.....	171,326
St Albert—11 mos. to Oct. 31, \$29,817, other expenses, \$2,242.....	32,059
St Paul—11 mos. to Oct. 31, \$12,067, other expenses, \$927.....	12,994
Stettler—11 mos. to Oct. 31, \$18,705, other expenses, \$2,273.....	20,978
Swan Hills—11 mos. to Oct. 31, \$6,647, other expenses, \$142.....	6,789
Three Hills—11 mos. to Oct. 31, \$6,614, other expenses, \$302.....	6,916
Vegreville—11 mos. to Oct. 31, \$12,068, other expenses, \$1,069.....	13,137
Vermilion—11 mos. to Oct. 31, \$8,045, other expenses, \$563.....	8,608
Wetaskiwin—11 mos. to Oct. 31, \$26,083, other expenses, \$1,622.....	27,705

British Columbia

Albarni—11 mos. to Oct. 31, \$15,621, other expenses, \$2,992.....	18,613
Armstrong—11 mos. to Oct. 31, \$4,023, other expenses, \$238.....	4,261
Burnaby—11 mos. to Oct. 31, \$636,014, other expenses, \$71,659.....	707,673
Chilliwack—11 mos. to Oct. 31, \$44,244, other expenses, \$3,563.....	47,807
Chilliwack (Township of)—11 mos. to Oct. 31, \$68,377, other expenses, \$9,143.....	77,520
Coquitlam—11 mos. to Oct. 31, \$98,257, other expenses, \$13,130.....	111,387
Courtenay—11 mos. to Oct. 31, \$16,090, other expenses, \$3,837.....	19,927
Cranbrook—12 mos. to Dec. 31, \$35,542, other expenses, \$3,084.....	38,626
Dawson Creek—11 mos. to Oct. 31, \$62,932, other expenses, \$4,608....	67,540
Duncan—11 mos. to Oct. 31, \$16,090, other expenses, \$1,706.....	17,796
Enderby—11 mos. to Oct. 31, \$4,022, other expenses, \$385.....	4,407
Fernie—11 mos. to Oct. 31, \$12,068, other expenses, \$1,305.....	13,373
Grand Forks—11 mos. to Oct. 31, \$10,669, other expenses, \$848.....	11,517
Greenwood—11 mos. to Oct. 31, \$2,011, other expenses, \$219.....	2,230
Kamloops—11 mos. to Oct. 31, \$92,509, other expenses, \$6,576.....	99,085
Kelowna—11 mos. to Oct. 31, \$56,310, other expenses, \$4,658.....	60,968
Kimberley—11 mos. to Oct. 31, \$26,146, other expenses, \$1,491.....	27,637
Kitimat—11 mos. to Oct. 31, \$48,606, other expenses, \$5,363.....	53,969
Langley City—11 mos. to Oct. 31, \$20,011, other expenses, \$3,189....	23,200
Langley (Township of)—12 mos. to Dec. 31, \$59,574, other expenses, \$7,695	67,269
Maple Ridge—11 mos. to Oct. 31, \$59,274, other expenses, \$7,015....	66,289
Nanaimo—11 mos. to Oct. 31, \$89,190, other expenses, \$5,060.....	94,250
North Cowichan—11 mos. to Oct. 31, \$32,179, other expenses, \$5,806..	37,985
North Vancouver City—11 mos. to Oct. 31, \$99,504, other expenses, \$8,101	107,605
North Vancouver District—11 mos. to Oct. 31, \$120,869, other expenses, \$16,439.....	137,308
Penticton—11 mos. to Oct. 31, \$74,409, other expenses, \$7,949.....	82,358
Port Alberni—11 mos. to Oct. 31, \$61,295, other expenses, \$4,724.....	66,019
Port Coquitlam—11 mos. to Oct. 31, \$29,242, other expenses, \$4,484...	33,726
Powell River—11 mos. to Oct. 31, \$38,211, other expenses, \$5,481....	43,692
Prince George—11 mos. to Oct. 31, \$130,999, other expenses, \$9,130...	140,129
Prince Rupert—11 mos. to Oct. 31, \$113,715, other expenses, \$6,458....	120,173
Revelstoke—6 mos. to May 31, \$10,488, other expenses, \$1,741.....	12,229
Richmond—11 mos. to Oct. 31, \$224,995, other expenses, \$26,170.....	251,165
Rossland—11 mos. to Oct. 31, \$12,067, other expenses, \$1,388.....	13,455
Salmon Arm District—11 mos. to Oct. 31, \$8,045, other expenses, \$2,873	10,918
Sumas—11 mos. to Oct. 31, \$12,067, other expenses, \$2,794.....	14,861
Summerland—11 mos. to Oct. 31, \$8,045, other expenses, \$1,525.....	9,570
Surrey—17 mos. to Oct. 31, \$578,765, other expenses, \$103,591.....	682,356
Terrace—11 mos. to Oct. 31, \$36,114, other expenses, \$2,877.....	38,991
Trail—11 mos. to Oct. 31, \$62,154, other expenses, \$4,389.....	66,543
Vernon—11 mos. to Oct. 31, \$50,278, other expenses, \$6,179.....	56,457
White Rock—11 mos. to Oct. 31, \$31,932, other expenses, \$3,712.....	35,644
	15,595,590

As authorized by individual Orders in Council, agreements were entered into with several provinces whereby the Royal Canadian Mounted Police undertook the policing of these provinces. P.C. 1953-49/214, February 13, 1953, authorized the Commissioner under the authority of the Minister to enter into agreements with municipalities for the policing thereof. The provinces and municipalities concerned are detailed above, with payments made by them during 1965-66 for such services.

Repayment by the Department of Agriculture for services during 1965-66 in connection with race track supervision.....	228,037	
Repayment by the Bank of Canada for protection of various agencies.....	105,291	
Repayment by the Department of Transport for policing airports.....	408,918	
Repayment by the National Harbours Board for security of Quebec Harbour.....	28,844	
		16,366,680
E Refunds of previous years' expenditure:		
Return of empty oil and gas containers.....	33,848	
Refund of provincial gasoline tax.....	65,829	
Repayment by provinces for various investigations.....	28,372	
Repayment for services rendered other departments in the previous fiscal year	42,006	
Repayment for repairs to police cars.....	17,269	
Sundries.....	10,390	
		197,714
F Miscellaneous:		
Officers' pension contributions:		
Abatements from pay.....	90,206	
Abatements from pension.....	3,441	
Contributions transferred from Royal Canadian Mounted Police Provincial pension fund.....	1,149	
Purchases of discharge.....	50,496	
Assessments against members of the R C M Police for damages.....	4,544	
Sundries.....	6,150	
		155,986
Total.....		\$17,996,096

Certified correct.

GEO. B. McCLELLAN,
Commissioner, Royal Canadian Mounted Police.

Comparative Statement of Accounts Receivable at March 31

	1966	1965
Current year—		
Collectible.....	178,066	382,449
Uncollectible.....	5,934	3,099
Previous years—		
Collectible.....	2,608	5,913
Uncollectible.....	4,915	2,003
	<u>\$ 191,523</u>	<u>\$ 393,464</u>

During the year, 21 items amounting to \$3,954 were deleted under authority of section 23 of the Financial Administration Act, c. 116, R.S., as amended.

Appendix 1

ROYAL CANADIAN MOUNTED POLICE WORKING CAPITAL ADVANCE

Statement of operations for the year ended March 31, 1966

Sales.....				292,394
Cost of goods sold—				
Inventory March 31, 1965.....	316,208			
Purchases.....	240,292			
			556,500	
Deduct: Obsolete items to be written off.....	53			
Inventory March 31, 1966.....	276,036			
			276,089	
				280,411
Profit transferred to Non-Tax Revenue—Return on investments....				\$ 11,983

Appendix 2

ROYAL CANADIAN MOUNTED POLICE SUPERANNUATION ACCOUNT

Statement of operations for the year ended March 31, 1966

	Debit	Credit
Balance as at March 31, 1965.....		57,706,949
RECEIPTS		
Contributions from personnel (current and arrears).....		2,252,196
Contributions by the Province of Newfoundland (Provincial Force absorbed).....		17,171
Contributions by the Government (Statutory).....		3,862,291
Interest.....		2,420,760
DISBURSEMENTS		
Annuities and allowances payments.....	509,394	
Cash termination allowances payments and return of contributions.....	326,040	
Transfers to other pension funds.....	11,721	
Refunds to contributors.....	958	
	848,113	66,259,367
Balance as at March 31, 1966.....	65,411,254	
	\$66,259,367	\$66,259,367

1965-66

PUBLIC ACCOUNTS

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DEPARTMENT OF THE SECRETARY OF STATE

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Details of

EXPENDITURES AND REVENUES

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DEPARTMENT OF THE SECRETARY OF STATE

Statements re The Custodian will be found as an appendix to this section.

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
40·2	Stat.	Secretary of State—Salary and Motor car allowance.....	16,999 92	16,999 92	17,097 70
40·2	1	Departmental administration.....	1,068,600 00	1,024,236 76	644,271 70
40·3	5	Companies and Corporations Branch.....	198,700 00	190,013 65	181,287 86
40·4	10	Translation Bureau.....	2,985,000 00	2,694,328 05	2,252,003 90
40·4	Stat.	Refunds of amounts credited to revenue in previous years.....	4,115 50	4,115 50	5,284 80
			4,256,415 50	3,912,693 96	3,082,848 26
NATIONAL MUSEUM OF CANADA					
40·4	15	Administration, operation and maintenance... Patent Division, Copyright and Industrial Designs Division and Trade Marks Office now included in Privy Council	1,790,700 00	1,662,149 73	1,419,780 02
CENTENNIAL COMMISSION					
40·5	25	General administration.....	1,996,354 00	1,812,748 33	818,700 87
40·6	30	Programs and projects of national significance.	10,779,300 00	7,591,939 56	2,438,698 34
40·7	35	Payment to the Centennial of Confederation Fund.....	9,000,000 00	9,000,000 00	4,000,001 00
			21,775,654 00	18,404,687 89	7,257,400 21
		Expenditures from appropriations not required for 1965-66.....			10,132,754 34
		Total.....	\$27,839,769 42	\$23,996,531 50	\$21,909,880 53

Salary of the Secretary of State, Salaries Act, c. 243, R.S., as amended.....	(1) \$	15,000
Motor car allowance to the Secretary of State, c. 249, R.S., as amended.....	(2) \$	2,000

The above amounts were paid to: Hon M Lamontagne for the period April 1 to December 18, 1965, \$12,110; Hon J LaMarsh for the period December 18, 1965 to March 31, 1966, \$4,890.
Hon M Lamontagne received travelling expenses of \$2,004; Hon J LaMarsh \$965, both charged to Vote 1.

Vote 1 Departmental administration.....	481,600
Vote 1b To extend the purposes of Vote 1 of the Main Estimates for 1965-66 to include the expenses of the Committee on Broadcasting, the Committee on Feature Films and the Committee on Election Expenses, the grant detailed in these Estimates, and to provide a further amount of.....	540,000
Transfer from the Department of Finance Vote 15 contingencies.....	47,000
	1,068,600
Expenditures.....	\$ 1,024,237

	Estimates	Allotments	Expenditures
Salaries and wages.....\$ 433,600			
Transfer from the Department of Finance Vote 15 contingencies..... 47,000			
	(1) 480,600	480,600	473,839
Professional and special services.....	(4) 19,000	19,000	18,219
Travelling expenses.....	(5) 10,000	16,000	15,268
Freight, express and cartage.....	(6) 400	400	397
Postage.....	(7) 100	100	100
Telephones and telegrams.....	(8) 9,000	17,000	16,314
Publication of the departmental report and the <i>Guide to Relative Precedence at Ottawa</i>	(9) 3,200	5,075	3,730
Office stationery, supplies and equipment.....	(11) 25,000	48,000	45,782
Grant to The Fathers of Confederation Memorial Trust, Charlottetown, P E I.....	(20) 150,000	150,000	150,000
Committee on broadcasting.....	(22) 94,000	86,250	85,042
Committee on feature films.....	(22) 20,000	20,000	17,972
Committee on election expenses.....	(22) 257,000	211,625	185,134
Special consultant to the Secretary of State.....	(22) 12,500	12,500	10,444
Sundries.....	(22) 300	2,050	1,996
	<u>\$ 1,068,600</u>	<u>\$ 1,068,600</u>	<u>\$ 1,024,237</u>

Revenues arising from the above expenditures amounted to \$23,014 and consisted of *Services and service fees* \$23,006—certificates, copies and certified copies \$22,450, sundries \$556; *Miscellaneous*—\$8.

Vote 5 Companies and Corporations Branch.....	160,600
Vote 5b.....	6,500
Vote 5e.....	9,500
Transfer from the Department of Finance Vote 15 contingencies.....	22,100
	<u>198,700</u>
Expenditures.....	<u>\$ 190,014</u>

	Estimates	Allotments	Expenditures
Salaries and wages.....\$ 151,000			
Transfer from Department of Finance Vote 15 contingencies..... 22,100			
	(1) 173,100	173,100	167,743
A Professional and special services.....	(4) 6,000	6,000	5,134
Travelling expenses.....	(5) 1,200	1,200	786
Freight, express and cartage.....	(6) 100	100	84
Postage.....	(7) 1,800	1,480	1,480
Telephones and telegrams.....	(8) 2,000	2,900	2,826
Printing of Corporations Act.....	(9) 1,500	1,500	
Office stationery, supplies and equipment.....	(11) 12,900	12,320	11,913
Sundries.....	(22) 100	100	48
	<u>\$ 198,700</u>	<u>\$ 198,700</u>	<u>\$ 190,014</u>

Revenues arising from the above expenditures amounted to \$722,122 and consisted of *Privileges, licences and permits* \$578,436—charters, and supplementary charters and limitation certificates to issued stock \$568,196, surrender of letters patent \$10,140, sundries \$100; *Services and service fees* \$143,686—annual returns of companies \$121,561, financial statements \$4,375, sundries \$17,750.

A Payments by services with individual payments of \$2,000 or over were:
Legal services \$5,134.

Vote 10 Translation Bureau.....	2,497,900
Vote 10b.....	60,000
Transfer from Department of Finance Vote 15 contingencies.....	427,100
	<u>2,985,000</u>
Expenditures.....	<u>\$ 2,694,328</u>

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 2,376,800		
Transfer from Department of Finance Vote 15 contingencies.....	427,100		
	(1) 2,803,900	2,803,900	2,544,739
A Outside translators' fees.....	(4) 140,000	129,100	107,633
Travelling expenses.....	(5) 2,400	5,000	4,950
Freight, express and cartage.....	(6) 100	100	98
Postage.....	(7) 1,000	1,000	853
Telephones and telegrams.....	(8) 7,500	9,300	8,891
Office stationery, supplies and equipment.....	(11) 30,000	36,500	27,121
Sundries.....	(22) 100	100	43
	<u>\$ 2,985,000</u>	<u>\$ 2,985,000</u>	<u>\$ 2,694,328</u>

A Payments by services with individual payments of \$2,000 or over were:

Outside translators' fees \$107,633—A H Beaubien Eastview Ont \$3,493, J M Bellec Ste Foy Que \$3,180, A F Boileau Hull Que \$2,137, P F Bruggeman Montreal \$3,678, L Jorgensen Aylmer Que \$3,467, M J Kruzyrishi St Hilaire Que \$4,376, C E Lamb Ottawa \$3,406, P Landry Ancienne Lorette Que \$2,769, T Leszczynski Ottawa \$3,820, H Levendel Ottawa \$3,147, Le Service de Traduction Champlain Quebec \$3,330, K Shimizu Ottawa \$2,890, Transed Enr Ottawa \$5,154.

Refunds of amounts credited to revenue in previous years, Financial Administration Act, c. 116, R.S., as amended.....	(22) <u>\$ 4,115</u>
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NATIONAL MUSEUM OF CANADA

Vote 15 Administration, operation and maintenance including a grant of \$5,000 to the Canadian Museums Association.....	1,707,400
Transfer from the Department of Finance Vote 15 contingencies.....	83,300

	<u>1,790,700</u>
Expenditures.....	<u>\$ 1,662,150</u>

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 883,100		
Transfer from the Department of Finance Vote 15 contingencies.....	83,300		
	(1) 966,400	1,010,400	999,527
Overtime.....	(1) 7,000	7,000	6,638
A Professional and special services.....	(4) 339,700	288,900	234,884
Travelling expenses—Field investigations.....	(5) 33,600	28,600	20,935
Other travelling expenses.....	(5) 25,300	30,300	29,935
Freight, express and cartage.....	(6) 12,800	13,800	13,698
Postage.....	(7) 1,000	1,000	212
Telephones and telegrams.....	(8) 5,900	8,400	8,224
Publication of departmental reports and other material..	(9) 63,000	54,000	17,569
Exhibits, advertising, films, broadcasting and displays..	(10) 9,100	11,600	11,107
Office stationery, supplies and equipment.....	(11) 41,800	48,300	48,103
Materials and supplies.....	(12) 84,500	81,500	72,084

		Estimates	Allotments	Expenditures
B	Rental of buildings.....	(15) 60,000	60,000	60,000
	Acquisition of equipment.....	(16) 45,000	52,000	50,938
	Repairs and upkeep of equipment.....	(17) 5,000	5,000	4,155
	Rental of equipment.....	(18) 21,300	17,300	16,750
	Membership in scientific associations.....	(20) 800	800	753
	Grant to the Canadian Museums Association.....	(20) 5,000	5,000	
	Unemployment insurance contributions.....	(21) 500	800	755
	Sundries, including purchase of exhibits and historical material.....	(22) 63,000	66,000	65,883
		<u>\$ 1,790,700</u>	<u>\$ 1,790,700</u>	<u>\$ 1,662,150</u>

This vote was provided to cover the expenses of the National Museum of Canada in connection with the collection, preservation and display of objects illustrating natural and human history of Canada, including military and aviation history. It maintains an active research program in systematic botany, zoology, vertebrate palaeontology, ethnology and archaeology and publishes scientific reports and popular descriptions based on this research.

The dissemination of knowledge is carried out through the answering of enquiries from scientific institutions and the public in general and through the media of educational programs which includes lectures for adults and children and film strips of various phases of natural and human history for schools.

A Payments by services, with individual payments of \$2,000 or over were:

Research services \$151,190—C E Borden Vancouver \$3,000, A Bryan Edmonton \$3,000, H Creighton Dartmouth N S \$4,000, H Devereux Toronto \$4,200, S Dewdney London Ont \$3,500, R W Dunning Vancouver \$2,000, Arne S Dyhrberg Charlottenlund Denmark \$2,000, R G Forbis Calgary Alta \$2,000, R Gruhn Edmonton \$4,000, C Guy Montreal \$5,000, F J Hatch Ottawa \$2,600, H Lambert Grenville Que \$5,000, M Legendre Montreal \$4,000, W F Mackey Quebec \$2,000, R V Manning Ottawa \$3,000, C A Martijn Sherbrooke Que \$2,900, W J Mayer-Oakes Winnipeg \$4,100, C McClellan Madison Wis USA \$3,600, J T McGee Conte Duplessis Que \$2,000, Kenneth Peacock Ottawa \$5,000, R L Seguin Montreal \$2,000, M L Stearns Pacific Palisades Calif USA \$2,400, M A Tremblay Quebec \$2,000, T J M Webster Trail B C \$3,900.

Security services \$83,694—Canadian Corps of Commissioners Montreal \$82,111.

B Payment was made to the Department of Transport for rental space at Uplands Airport.

The following distribution of expenditures was maintained under authority of Treasury Board.

		Estimates	Allotments	Expenditures
Natural History.....	\$ 334,863			
Transfer from Department of Finance Vote 15 contingencies.....	16,000	350,863	350,863	325,362
Human History.....	\$ 425,532			
Transfer from Department of Finance Vote 15 contingencies.....	8,000	433,532	433,532	393,014
Common Services.....	\$ 693,775			
Transfer from Department of Finance Vote 15 contingencies.....	56,600	750,375	750,375	705,434
Canadian War Museum.....	\$ 93,460			
Transfer from Department of Finance Vote 15 contingencies.....	1,450	94,910	94,910	90,996
National Aviation Museum.....	\$ 159,770			
Transfer from Department of Finance Vote 15 contingencies.....	1,250	161,020	161,020	147,344
		<u>\$ 1,790,700</u>	<u>\$ 1,790,700</u>	<u>\$ 1,662,150</u>

CENTENNIAL COMMISSION

Vote 25 General administration, including the National Conference on the Centennial of Confederation.....	1,360,000]
Vote 25b.....	582,300
Transfer from Department of Finance Vote 15 contingencies.....	54,054
	<u>1,996,354</u>
Expenditures.....	<u>\$1,812,748</u>

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 699,300			
Transfer from Department of Finance Vote 15 contingencies.....	54,054			
		(1) 753,354	778,354	763,447
A Professional and special services.....		(4) 278,500	318,500	318,110
Travelling expenses.....		(5) 126,800	142,800	134,448
Freight, express and cartage.....		(6) 3,500	8,500	5,524
Postage.....		(7) 10,000	10,000	5,691
Telephones, telegrams and other communication services.....		(8) 32,000	48,000	44,626
Informational publications.....		(9) 144,500	144,500	85,725
Exhibits, displays and films.....		(10) 492,500	322,500	249,500
Office stationery, supplies and equipment.....		(11) 30,000	81,500	81,291
Acquisition of equipment.....		(16) 3,200	3,200	576
Pensions, superannuation and other benefits.....		(21) 56,500	46,500	44,410
Expenses of board members.....		(22) 15,000	21,500	20,948
National Conference on the Centennial of Confederation.....		(22) 42,500	42,500	40,167
Sundries.....		(22) 8,000	28,000	18,285
		<u>\$ 1,996,354</u>	<u>\$ 1,996,354</u>	<u>\$ 1,812,748</u>

A Payments by services with individual payments of \$2,000 or over were:

Research and public relations \$156,329—O E Ault Ottawa \$2,525, Cadmus Associates Limited Toronto \$3,102, Canadian Advertising Agency Montreal \$22,561, F Graham Coleman Ottawa \$2,959, Glenn Gilbert and Company Ltd Ottawa \$13,068, The Indian Eskimo Association of Canada Toronto \$6,000, R Laporte Ottawa \$2,011, W Macrae Ottawa \$3,227, C A Mann Ottawa \$5,423, J B Regan Ottawa \$2,857, B Shaw Ottawa \$2,400, S R Stiven Ottawa \$2,599, W W Straka Ottawa \$2,211, Vickers & Benson Ltd Toronto \$26,000.

Press clipping services \$2,673—Canadian Press Clipping Toronto \$2,673.

Typing services \$62,377—Manpower Services Ltd Ottawa \$2,473, Office Overload Co Ltd Ottawa \$7,709, Personnel Pool Ottawa \$52,195.

Contract (1964-65): Collyer Advertising Ltd Montreal \$129,200 expenditure \$96,731, to date \$125,596.

Vote 30 Programs and projects of national significance including grants towards such programs and projects.....	6,876,500
Vote 30b.....	3,902,800
	<u>10,779,300</u>
Expenditures.....	<u>\$ 7,591,940</u>

		Estimates	Allotments	Expenditures
A Capital projects.....	(13)	5,561,700	5,561,700	3,966,948
B Other projects.....	(22)	5,217,600	5,217,600	3,624,992
		<u>\$10,779,300</u>	<u>\$10,779,300</u>	<u>\$ 7,591,940</u>

A Payments by services with individual payments of \$2,000 or over were:

Consultant services \$43,946—L Applebaum Toronto \$6,725, Butts Ross & Associates Ltd Ottawa \$12,081, J Gascon Montreal \$2,000, J Hirsch Winnipeg \$5,650, McRostie Seto & Genest Ottawa \$17,490.

Surveyors services \$8,136—C W Fairhall Ottawa \$5,197, F E Johnston Drilling Co Ltd Ottawa \$2,939.

*Contracts: (1964-65) Affleck Desbarats Dimakopoulos Lebensold and Sise Architects Montreal \$2,643,000, expenditures \$511,188, to date \$814,954; A'cier D'Armature du Quebec Inc Montreal \$275,130, expenditures \$237,802; The Foundation Company of Canada Ltd Montreal \$1,516,980, expenditures \$1,447,103, including holdback \$44,523; Grid System of Canada Reg'd Granby Que \$37,800, expenditures \$18,175; Corporation of the City of Ottawa \$78,490, expenditures \$75,391; Ottawa Hydro-Electric Commission Ottawa \$187,570, expenditures \$103,738; (1964-65) C A Pitts Toronto \$1,452,988, expenditures \$1,191,057 including holdback \$2,000, to date \$1,452,988 (final).

*Awarded through Department of Public Works.

B Payments by services with individual payments of \$2,000 or over were:

Consultant services \$156,510—Paul Arthur and Associates Ltd Ottawa \$11,479, G H Avent Ottawa \$3,196, J R Boucher Ottawa \$6,682, Centennial Celebration Consultants Ltd Toronto \$10,000, R Clack Ottawa \$8,381, Columbia Artists Management of Canada Ltd Ottawa \$5,000, E Doroschuk Montreal \$2,373, K Goransson Ottawa \$6,520, T Guthrie Monaghan Ireland \$2,000, Legendrama Productions Ltd Toronto \$3,000, O J Levesque Ottawa \$2,970, Jane Mallett Associates Toronto \$72,082, J Merigold Toronto \$3,500, P Morton Toronto \$3,600, T Tweed Toronto \$4,000, J B Valiquette Ottawa \$4,227, R Varin Montreal \$7,500.

Contracts: ATCO Industries Limited Calgary Alta \$1,412,603, expenditures \$302,192; Canadian Pacific Railway Montreal \$474,000, expenditures \$438,000; Legendrama Productions Limited Toronto \$195,820, expenditures \$40,000; (1964-65) National Film Board \$270,000, expenditures \$45,000, to date \$145,000.

Vote 35 Payment to the Centennial of Confederation fund to enable grants to be made to the provinces for local projects of a lasting nature (the total of such grants made from said fund not to exceed \$18,935,000) and to enable grants to be made to the provinces for projects included in the Federal-Provincial Confederation Memorial Program

9,000,000
Expenditures..... (20) **\$ 9,000,000**

Statement of Expenditures by Standard Objects

DEPARTMENT	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	4,446,000	4,207,486	3,489,111
(2) Civilian allowances.....	2,000	2,000	2,012
(4) Professional and special services.....	504,700	365,870	311,783
(5) Travelling and removal expenses.....	72,500	71,874	54,997
(6) Freight, express and cartage.....	13,400	14,277	10,542
(7) Postage.....	3,900	2,645	2,688
(8) Telephones and telegrams.....	24,400	36,255	26,697
(9) Publication of departmental reports and other material.....	67,700	21,299	51,187
(10) Exhibits, advertising, films, broadcasting and displays.....	9,100	11,107	8,769
(11) Office stationery, supplies, equipment and furnishings.....	109,700	132,919	92,863
(12) Materials and supplies.....	84,500	72,084	71,614
Buildings and works, including land—			
(15) Rental.....	60,000	60,000	60,000
Equipment—			
(16) Construction or acquisition.....	45,000	50,938	62,255
(17) Repairs and upkeep.....	5,000	4,155	5,464
(18) Rentals.....	21,300	16,750	5,952
(20) Contributions, grants subsidies, etc., not included elsewhere—			
Special grant, Fathers of Confederation Memorial Trust..	150,000	150,000	
Other.....	5,800	753	10,000,578
	155,800	150,753	10,000,578
(21) Pensions, superannuation and other benefits.....	500	755	1,570
(22) All other expenditures.....	438,615	370,677	394,399
	6,064,115	5,591,844	14,652,481

CENTENNIAL COMMISSION

(1) Civil salaries and wages.....	753,354	763,447	464,778
(4) Professional and special services.....	278,500	318,110	89,513
(5) Travelling and removal expenses.....	126,800	134,448	62,082
(6) Freight, express and cartage.....	3,500	5,524	1,085
(7) Postage.....	10,000	5,691	3,124

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(8) Telephones and telegrams.....	32,000	44,626	14,781
(9) Publication of departmental reports and other material.....	144,500	85,725	18,161
(10) Exhibits, advertising, films, broadcasting and displays.....	492,500	249,500	49,060
(11) Office stationery, supplies, equipment and furnishings.....	30,000	81,291	22,795
Buildings and works, including land—			
(13) Construction or acquisition.....	5,561,700	3,966,948	1,570,991
Equipment—			
(16) Construction or acquisition.....	3,200	576	1,352
(20) Contributions, grants, subsidies, etc., not included elsewhere—			
Payment to centennial of confederation fund.....	9,000,000	9,000,000	4,000,001
(21) Pensions, superannuation and other benefits.....	56,500	44,410	29,101
(22) All other expenditures.....	5,283,100	3,704,392	930,576
	21,775,654	18,404,688	7,257,400
Total.....	\$27,839,769	\$23,996,532	\$21,909,881

Estimated value of major services not included
in this department's appropriations

DEPARTMENT	1965-66	1964-65
Accommodation—provided by Department of Public Works.....	753,900	816,700
Accounting and cheque issue services—Comptroller of the Treasury.....	62,900	63,900
Contributions to superannuation account—Department of Finance.....	280,600	257,600
Employee surgical-medical insurance premiums—Department of Finance.....	26,900	21,600
Employee compensation payments—Department of Labour.....	1,400	2,000
Carrying of franked mail—Post Office Department.....	44,800	37,200
	1,170,500	1,199,000

CENTENNIAL COMMISSION

Accommodation—provided by Department of Public Works.....	30,100	31,500
Accounting and cheque issue services—Comptroller of the Treasury.....	11,600	6,500
	41,700	38,000
	\$ 1,212,200	\$ 1,237,000

REVENUES

Comparative Summary

DEPARTMENT	1965-66	1964-65
Non-Tax Revenue—		
A Privileges, licences and permits.....	578,435 87	494,912 99
B Proceeds from sales.....	3,184 13	2,483 80
C Services and service fees.....	166,691 90	172,387 36
D Refunds of previous years' expenditure.....	3,879 11	384 17
E Miscellaneous.....	10,941 47	279 15
Total.....	\$ 763,132 48	\$ 670,447 47

Details

Non-Tax Revenue—

A	Privileges, licences and permits: Companies; Charters and supplementary charters and limitation to issued stock \$568,196; surrender of letters patent \$10,140; sundries \$100.....	578,436
B	Proceeds from sales: National Museum, sale of publications.....	3,184
C	Services and service fees: Companies: Annual returns of companies \$121,561; financial statements \$4,375; sundries \$17,750.....	143,686
	Registration: Certificates, copies and certified copies \$22,450; sundries \$556..	23,006
		<u>166,692</u>
D	Refunds of previous years' expenditure.....	3,879
E	Miscellaneous: National Museum, balance of Friends' of the Museum account \$10,933; sundries \$8.....	10,941
	Total.....	<u>\$ 763,132</u>

Certified correct.

JEAN MIQUELON,
Deputy Registrar General of Canada.

Certified correct.

G. G. E. STEELE,
Under Secretary of State.

CENTENNIAL COMMISSION

	1965-66	1964-65
Non-Tax Revenue—		
Refunds of previous years' expenditure.....	614 00	
Miscellaneous.....	1,261 00	
Total.....	<u>\$ 1,875 00</u>	<u></u>

Certified correct.

JOHN W. FISHER,
Commissioner, Centennial Commission.

Comparative Statement of Accounts Receivable
at March 31

DEPARTMENT

	1966	1965
Current year—		
Collectible.....	296	944
Uncollectible.....	18	
Previous years—		
Collectible.....		213
Uncollectible.....	82	39
	<u>\$ 396</u>	<u>\$ 1,196</u>

CENTENNIAL COMMISSION

	1966	1965
Current year—		
Collectible.....	35	
	<u>\$ 35</u>	<u></u>

NOTE: The extent to which recognition is to be given to two claims totalling \$394,500 received by the Custodian in 1945 and 1952 in respect of the administration of vested assets has not yet been determined.

Certified correct:

R. M. SERRE,
Comptroller.

Approved:

M. ROBITAILLE,
Assistant Deputy Custodian.

I have examined the above Statement of Assets and Liabilities and the related Statement of Income and Expense and have reported thereon under date of April 6, 1966 to the Secretary of State, as the Custodian.

A. M. HENDERSON,
Auditor General of Canada.

THE CUSTODIAN—Continued

Statement of Income and Expense for the year ended December 31, 1965
(with comparative figures for the year ended December 31, 1964
and cumulative figures from September 2, 1939 to December 31, 1965)

	1965	1964	Cumulative Sept. 2, 1939 to Dec. 31, 1965
Income			
Custodian's fees on assets released from administration.....\$	9,129	\$ 9,723	\$ 6,032,515
Income from investments.....	194,630	205,586	7,343,030
Interest on bank deposits.....	6,581	9,137	759,059
Sundry.....	610	468	95,020
Total Income.....	210,950	224,914	14,229,624
Expense			
Salaries.....	56,610	76,552	6,120,341
Contributions to the Public Service Superannuation Account...	3,335	4,651	250,194
Office rent.....	11,748	10,276	560,439
Other office expenses.....	2,169	1,707	604,464
Settlement of claims and other irrecoverable outlays, re illegal organizations, internees, etc.....	25		535,391
Ex-gratia payment to Japanese national.....		5,000	5,000
Awards to evacuated persons of Japanese race.....			1,317,006
Total Expense.....	73,887	98,186	9,392,835
Surplus.....	\$ 137,063	\$ 126,728	\$ 4,836,789

THE CUSTODIAN—Continued

Addendum to the Statement
of Assets and LiabilitiesMethods of valuing the assets vested in the Custodian
as at December 31, 1965

Assets	Details of Valuation
Cash.....	Foreign currencies included under this heading were converted to Canadian funds at current rates of exchange.
Gold.....	Valued at \$38.50 per fine ounce, the price ruling at the outbreak of World War II.
Securities.....	Valued at par, except: (a) no par value shares, which are recorded at \$1 each; and (b) securities deemed worthless which are recorded at one cent per block of shares held in individual accounts. Foreign securities (other than U.S. which are recorded at par of exchange) were converted to Canadian funds at the exchange rates prevailing at the outbreak of World War II.
Equities in companies controlled by the Custodian.....	Valued at net worth, i.e., the combined amount of capital and surplus according to most recent financial statements available and at a nominal value of \$1 for each equity where no such statements were available.
Real estate.....	At the amounts assessed for municipal tax purposes.
Mineral rights.....	At nominal value of \$1 each.
Other assets:	
Personal effects.....	At appraised or nominal values.
Sundry: Life insurance policies, undistributed estates and land rentals.....	At nominal value of \$1 for each item.

THE CUSTODIAN—Concluded

AUDITOR GENERAL OF CANADA

Ottawa, April 6, 1966.

THE HONOURABLE JUDY LAMARSH,
SECRETARY OF STATE,
OTTAWA.

Madam,

I have examined the accounts and financial statements of the Custodian for the year ended December 31, 1965 and have obtained all the information and explanations required.

The examination included a general review of the accounting procedures and of the system of internal control together with such tests of the accounting records and other supporting evidence as were considered necessary in the circumstances.

The Addendum to the Statement of Assets and Liabilities explains the bases used in valuing various classes of assets vested in the Custodian.

As in previous years, income earned from cash funds vested in the Custodian and from investments acquired from such funds, was recorded as income of the Custodian.

Subject to the foregoing, I report that, in my opinion, the accompanying statement of assets and liabilities and the statement of income and expense present fairly the financial position of the Custodian as at December 31, 1965, and the results of his administration of the Revised Regulations Respecting Trading with the Enemy (1943) for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Yours faithfully,

A. M. HENDERSON,
.. Auditor General of Canada.

Appendix 2

COMPANIES AND CORPORATIONS BRANCH

Statement of Revenue and Expenditure for the year ending March 31, 1966

Revenue:

Annual returns of companies.....	121,561	
Charters and supplementary charters and limitation certificates to issued stock.....	568,196	
Surrender of letters patent.....	10,140	
Other.....	22,225	
		722,122

Expenditure:

Direct—		
Salaries.....	167,743	
Professional services.....	5,134	
Telephones and telegrams.....	2,826	
Office stationery, supplies and equipment.....	11,913	
Other.....	2,398	
		190,014
Apportioned Costs—		
Departmental administration (Vote 1).....	86,348	
Accommodation (Public Works).....	15,312	
Accounting and cheque issue services (Comptroller of the Treasury).....	9,435	
Contributions to the superannuation account (Finance).....	7,582	
Employee surgical-medical insurance premiums (Finance)....	910	
Carrying of franked mail (Post Office).....	11,200	
		130,787

320,801

Excess of revenue over expenditure.....

\$ 401,321

SECTION 41

1965-66

PUBLIC ACCOUNTS

DEPARTMENT OF SOLICITOR GENERAL

Details of

EXPENDITURES AND REVENUES

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DEPARTMENT OF SOLICITOR GENERAL

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, and by P.C. 1965-2286, December 22, 1965, the Governor in Council transferred the powers, duties or functions of the Minister of Justice under the Royal Canadian Mounted Police Act, the Royal Canadian Mounted Police Superannuation Act, the Royal Canadian Mounted Police Pension Continuation Act, the Parole Act, the Penitentiary Act, the Prisons and Reformatories Act, and paragraph (e) of section 4 of the Department of Justice Act; the supervision of that part of the public service known as the Royal Canadian Mounted Police and the control or supervision of that part of the public service known as the Canadian Penitentiary Service to the Solicitor General.

In accordance with the usual practice, the details of both 1965-66 and 1964-65 expenditures and revenues are shown under the department to which the transfer was made.

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
41·2	Stat.	Solicitor General—Salary and motor car allowance.....	16,999 91	16,999 91	17,000 00
41·2		Transfer from Department of Justice—that portion of Vote 1 which relates to expenses of the office of the Solicitor General.....	403,124 00	359,244 17	236,450 00
CORRECTIONAL SERVICES					
41·3	10	Administration, operation and maintenance...	29,273,500 00	28,309,340 70	25,338,371 64
41·6	15	Construction or acquisition of buildings, works, land and equipment.....	28,422,000 00	28,173,666 11	13,641,915 41
41·9	Stat.	Pensions to dependents of Penitentiary personnel who lost their lives in the performance of duty.....	14,120 90	14,120 90	2,400 00
41·9	Stat.	Refunds of amounts credited to revenue in previous years.....	1,809 15	1,809 15	31,751 45
		Expenditures from appropriations not required in 1965-66.....			10,112 35
			57,711,430 05	56,498,936 86	39,024,560 85
		Total.....	\$ 58,131,553 96	\$ 56,875,180 94	\$ 39,278,000 85

TRANSFER FROM DEPARTMENT OF JUSTICE

Salary of Solicitor General of Canada, Salaries Act, c. 243, R.S., as amended.....	(1)	\$	15,000
Motor car allowance to Solicitor General of Canada, c. 249, R.S., as amended.....	(2)	\$	2,000

The above amounts were paid to: Hon J W MacNaught for the period April 1 to July 6, 1965, \$4,524; Hon L Pennell for the period July 7, 1965 to March 31, 1966, \$12,476.

Hon J W MacNaught received travelling expenses of \$70; Hon L Pennell, \$238 both charged to Department of Justice Vote 1.

Vote 1 That portion of Department of Justice Vote 1 which relates to expenses of the Office of the Solicitor General including administrative expenses of the Committee on Corrections and grants as detailed in the Estimates.....

403,124
\$ 359,244

*Expenses of the Office of the Solicitor General including grants to recognized
private after-care agencies*

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Salaries and wages.....	(1)	37,700	37,700	37,697
Travelling expenses.....	(5)	1,000	1,000	591
Telephones and telegrams.....	(8)	2,500	2,500	2,111
Office stationery, supplies and equipment.....	(11)	900	900	876
A Grants to recognized private after-care agencies as may be approved by Treasury Board.....	(20)	260,524	260,524	260,524
Sundries.....	(22)	500	500	377
		<u>\$ 303,124</u>	<u>\$ 303,124</u>	<u>\$ 302,176</u>

A Grants authorized by T.B. 638301 April 8, 1965, T.B. 642949 June 30, 1965, T.B. 643237 July 8, 1965 and T.B. 647197 October 25, 1965 were paid as follows: Catholic Rehabilitation Service of: Montreal \$5,040, Toronto \$800; Catholic Welfare Bureau Winnipeg \$750; Elizabeth Fry Society of: Kingston Ont \$7,250, Ottawa \$700, Toronto \$1,500; John Howard Society of: Alberta \$18,170, British Columbia \$19,104, Manitoba \$15,770, New Brunswick \$12,170, Newfoundland \$3,195, Nova Scotia \$11,515, Ontario \$39,805, Prince Edward Island \$1,230, Quebec \$10,750, Saskatchewan \$14,310, Thunder Bay Ont \$900; Vancouver Island \$7,485; Harold King Farm Keswick Ont \$4,000; Le Centre de Service Social du Diocese de: Sherbrooke Inc \$1,890, Trois Rivières \$1,700; Les Chantiers de Montreal \$3,000; Narcotic Addiction Foundation of British Columbia \$16,300; St Leonard's House Windsor Ont \$4,500; The Salvation Army \$17,800; Service de Readaptation Sociale Quebec \$6,800; Service Familial de la Rive-Sud Levis Que \$160; Service Social de: Amos Que \$1,550, Beauce St Joseph de Beauce Que \$100, Chateauguay Que \$235, Chicoutimi Que \$700, Gaspé Que \$110, Hull Que \$1,950, Joliette Que \$785, Megantic Que \$155, Mont-Laurier Que \$630, Nicolet Que \$865, Portneuf \$70, Rimouski \$810, Saguenay Que \$615, St Hyacinthe Que \$1,205, St Jean Que \$870, St Jerome Que \$2,205, Ste Germaine Que \$185, Valleyfield \$1,215; Service Social de l'Enfance et de la Famille Ste Anne de la Pocatiere Que \$75; Societe d'Orientation et de Rehabilitation Sociale Montreal \$19,600.

*Administrative expenses of a Committee on Corrections including such fees and
expenses as may be approved by the Treasury Board for members and a panel of
consultants to be named by the Minister to advise the Committee*

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Salaries and wages.....	(1)		25,000	9,170
A Professional and special services.....	(4)	85,000	54,500	35,279
Travelling expenses.....	(5)	5,600	11,100	10,857
Office stationery, supplies and equipment.....	(11)		2,000	1,724
Sundries.....	(22)	9,400	7,400	38
		<u>\$ 100,000</u>	<u>\$ 100,000</u>	<u>\$ 57,068</u>

A Individual payments of \$2,000 or over were: J R Lemieux \$6,532, D McArton \$3,463, W T McGrath \$5,357.

P.C. 1965 9/1495 August 18, 1965 authorized a per diem allowance of \$60 and actual out-of-pocket transportation expenses to Judge Roger Ouimet while absent from his ordinary place of residence in connection with his duties as chairman of the Committee on Corrections.

Total Vote 1.....	\$ 403,124	\$ 403,124	\$ 359,244
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CORRECTIONAL SERVICES

Vote 10 Administration, operation and maintenance including compensation to discharged inmates permanently disabled while in penitentiaries.....	28,207,400
Transfer from Department of Finance Vote 15 contingencies.....	1,066,100
Expenditures.....	29,273,500
	\$28,309,341

Total revenue arising from the above expenditures amounted to \$662,339.

Administration of the Canadian Penitentiary Service

	Estimates	Allotments	Expenditures
Salaries and wages.....\$ 695,000			
Transfer from Department of Finance Vote 15 contingencies.....105,000			
	(1) 800,000	720,000	715,399
Professional and special services.....	(4) 10,000	54,000	45,610
Travelling expenses.....	(5) 39,800	39,800	38,176
Postage.....	(7) 300	300	
Telephones and telegrams.....	(8) 10,600	11,600	11,600
Publication of departmental reports and other printing.....	(9) 14,350	8,350	5,966
Exhibits and displays.....	(10) 6,000	6,000	3,893
Office stationery, supplies and equipment.....	(11) 13,000	19,000	16,197
Sundries.....	(22) 1,950	1,950	1,774
	\$ 896,000	\$ 861,000	\$ 838,615

Operation and maintenance of penitentiaries including compensation to discharged inmates permanently disabled while in penitentiaries

	Estimates	Allotments	Expenditures
Salaries and wages.....\$17,375,000			
Transfer from Department of Finance Vote 15 contingencies.....940,000			
	(1) 18,315,000	18,162,200	17,954,040
Overtime.....	(1)	220,000	216,663
Allowances.....	(2)	13,000	12,575
A Professional and special services relating to the care of inmates.....	(4) 788,800	896,800	835,650
Maintenance of federal prisoners in Newfoundland.....	(4) 66,000	66,000	59,147
Travelling expenses for training of officers and other administrative purposes.....	(5) 172,000	238,500	238,040
Freight, express and cartage.....	(6) 35,700	35,700	25,123
Postage, including postage used by inmates.....	(7) 29,700	29,700	19,522
Telephones and telegrams.....	(8) 54,800	54,800	45,248
Films and advertising.....	(10) 158,300	111,300	59,317
Office stationery, supplies, equipment and furnishings.....	(11) 173,400	185,400	166,221
B Foodstuffs for inmates' and officers' duty meals.....	(12) 2,490,900	2,381,900	2,343,834
Inmate clothing.....	(12) 524,300	524,300	386,482
Officers' uniforms.....	(12) 537,000	526,500	487,458
Fuel for heating buildings.....	(12) 898,700	898,700	811,209
Supplies for operation of farms.....	(12) 248,900	268,900	265,357
C Other materials and supplies relating to the maintenance of inmates and the operation of buildings, works and equipment.....	(12) 1,063,900	950,400	848,047
Repairs and upkeep of buildings and works.....	(14) 385,000	385,000	349,407
Rental of lands, buildings and railway sidings.....	(15) 6,400	8,900	8,667
Repairs and upkeep of equipment.....	(17) 318,800	318,800	282,404
Rental of equipment.....	(18) 2,900	2,900	1,772
Municipal or public utility services.....	(19) 385,300	376,350	331,914
Inmate remuneration and disability compensation.....	(22) 800,000	800,000	796,552
D Transportation expenses of prisoners and discharged inmates.....	(22) 73,500	73,500	49,858
Sundries.....	(22) 13,300	13,300	6,923
	\$27,542,600	\$27,542,850	\$26,601,430

Revenue arising from the above expenditures amounted to \$662,326 and consisted of *Return on investments* \$234,443—profits from industrial and stores account \$221,468, profit from livestock and canning supplies stores account \$12,975; *Privileges, licences and permits*—house rentals \$70,161; *Proceeds from sales* \$348,219—farm produce \$306,258, manufactured products \$41,434, sundries \$527; *Services and service fees*—trucking charges \$4,422; *Miscellaneous*—\$5,081.

A Payments by services with individual payments of \$2,000 or over were:

Administrative services—North American Guard Dog Kenneling Services Port Coquitlan BC \$25,886.

Custodial services—BC Corps of Commissioners Vancouver \$34,343, Canadian Corps of Commissioners Montreal \$36,100, Phillips Security Agency Inc Montreal \$68,746.

Medical or dental services—Alberta Hospital Ponoka Alta \$19,046, W Amodeo Kingston Ont \$11,200, E A Amos Montreal \$2,315, Anaesthesia Services Kingston Ont \$3,162, C H Andrews Prince Albert Sask \$3,053, Associate Medical Clinic Prince Albert Sask \$6,712, J W Berry Kingston Ont \$2,524, A W Bowles New Westminster BC \$2,303, G R Crandall Moncton NB \$4,667, Gatineau Memorial Hospital Wakefield Que \$4,031, The Doctors Geggie Wakefield Que \$3,132, General Hospital Pembroke Ont \$2,531, C E Girouard Moncton NB \$12,100, J R Gosse New Westminster BC \$12,100, J G Harris St Vincent de Paul Que \$12,000 C L Hermitte Pembroke Ont \$2,009, Holy Family Hospital Prince Albert Sask \$16,705, Hotel Dieu Hospital Kingston Ont \$4,172, E Joubert Outremont Que \$12,100, Kingston General Hospital Kingston Ont \$7,753, L J J Lafreniere Montreal \$6,000, R Lapointe Montreal \$2,475, M L'Ecuier Montreal \$2,408, G Lefebvre Montreal \$3,905, J Lefebvre Montreal \$13,500, D C MacDonald Vancouver \$7,800, Manitoba Clinic Winnipeg \$6,205, R J McCaldron Kingston Ont \$5,667, M Medora Kingston Ont \$12,100, P. B. Michel Moncton NB \$6,417, H W Neuman Kingston Ont \$12,000, Ontario Hospital Penetanguishene Ont \$16,580, D S Philip Victoria \$2,153, Phillippe Pinel Institute Montreal \$9,780, Provincial Mental Institute Edmonton \$12,506, Riverview Hospital Essondale BC \$29,793, A C Ross New Westminster BC \$15,599, T F Rutherford Kingston Ont \$4,320, Sackville Medical Centre Sackville NB \$12,117, Sackville Memorial Hospital Sackville NB \$2,488, St Jean de Dieu Hospital Montreal \$18,314, Saint-Michel Archange Hospital Quebec \$4,036, G Scott Kingston Ont \$16,000, A D Sleigh Burnaby BC \$2,065, F Tetreault St Vincent de Paul Que \$9,936, C L Tisdale Prince Albert Sask \$10,000, Winnipeg General Hospital, Winnipeg \$21,614.

B Farm produce valued at \$306,258, grown and consumed at the Penitentiaries, was charged to this allotment and credited to Non-Tax Revenue—Proceeds from sales.**C Expenditures included: \$77,518 for cell furnishings, \$114,385 for medical and dental supplies, \$129,219 for wearing apparel for discharged inmates, \$33,650 for operation of passenger cars and auto trucks, \$18,336 for construction and maintenance machinery—operating, \$72,852 for engineering items—operating, \$34,163 for physical training supplies, \$84,568 for vocational and trades training (direct materials), \$48,999 for toilet supplies, \$16,070 for shop expenses—industrial.****D Expenditures included: transfer of inmates \$29,880, transportation to the point of sentence \$19,838.**

Distribution by penitentiaries of expenditures and revenue arising from services provided through the above expenditures are shown following Vote 15.

The following distribution of expenditures was maintained during the year under authority of Treasury Board.

	Allotments	Expenditures
Headquarters Planning Provision.....	246,810	188,242
Newfoundland.....	66,000	59,147
Springhill Institution.....	105,000	85,350
Dorchester Penitentiary and subsidiaries.....	2,938,225	2,875,671
Regional Headquarters (Quebec).....	153,385	150,069
St Vincent de Paul Penitentiary and subsidiaries.....	3,865,935	3,819,369
Federal Training Centre.....	1,588,325	1,536,080
Leclerc Institution and subsidiaries.....	2,166,485	2,094,684
Correctional Staff College (Quebec).....	440,135	343,601
Cowansville Institution.....	628,050	593,229
Regional Headquarters (Ontario).....	128,305	123,543
Kingston Penitentiary and subsidiaries.....	2,929,215	2,838,591
Collin's Bay Penitentiary and subsidiaries.....	2,311,025	2,268,091
Joyceville Institution and subsidiary.....	1,716,290	1,689,949
Warkworth Institution.....	15,000	11,389
Correctional Staff College (Ontario).....	366,375	346,640
Regional Headquarters (Western) and subsidiary.....	374,955	343,066
Manitoba Penitentiary and subsidiary.....	1,915,480	1,875,384
Saskatchewan Penitentiary and subsidiaries.....	2,214,955	2,123,608
Drumheller Institution.....	15,000	4,705
British Columbia Penitentiary and subsidiaries.....	2,921,960	2,838,399
Matsqui Institution.....	435,940	392,623
	<u>\$27,542,850</u>	<u>\$26,601,430</u>

Parole Act administration

	Estimates	Allotments	Expenditures
Salaries and wages.....\$ 746,100			
Transfer from Department of Finance Vote 15 contingencies..... 21,100			
	(1) 767,200	769,200	769,200
Professional and special services.....	(4) 1,000	1,760	1,759
Travelling expenses.....	(5) 32,000	44,200	44,068
Freight, express and cartage.....	(6) 500	825	815
Postage.....	(7) 1,700	1,765	1,710
Telephones and telegrams.....	(8) 15,500	21,850	21,754
Exhibits, advertising, films, broadcasting and displays.....	(10) 3,000	3,000	3,000
Office stationery, supplies and equipment.....	(11) 16,000	25,300	25,281
Sundries.....	(22) 1,000	1,750	1,709
	\$ 834,900	\$ 869,650	\$ 869,296

Revenue arising from the above expenditures amounted to \$13 and consisted of *Miscellaneous*.

Total Vote 10.....	\$29,273,500	\$29,273,500	\$28,309,341
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Vote 15 Construction or acquisition of buildings, works, land and equipment.....	25,622,000
Vote 15d.....	2,800,000
	28,422,000
Expenditures.....	\$28,173,666

	Estimates	Allotments	Expenditures
A Construction or acquisition of buildings and works.....	26,522,000		
Atlantic region—			
Main projects.....		7,697,000	7,677,117
Nova Scotia—			
Springhill Institution—			
Construction			
*Contract (1964-65): Foundation Maritime Ltd			
\$9,345,539, expenditure \$7,487,331, to date			
\$7,978,540 including holdbacks \$78,515.			
Own labour forces—			
Projects under \$15,000.....		44,500	37,909
Eastern region—			
Main projects.....		3,993,000	3,960,230
Quebec—			
Cowansville Institution—			
Construction			
*Contracts (1963-64): phase 1 B & M Construc-			
tion Limited \$452,060, expenditure \$47,933,			
to date \$452,060 (final); phase 2 Argo			
Construction (1961) Limited \$6,947,500,			
expenditure \$1,314,421, to date \$6,818,097			
including holdbacks \$63,839.			
Federal Training Centre—			
Administration building addition			
*Contract: Les Entreprises Alpha Compagnie			
Ltee \$121,926, expenditure \$121,926 (final).			
St Vincent de Paul Penitentiary—			
Renovation of services			
*Contracts: phase 5 (1964-65) Jean Mailhot			
Ingenieur Construction \$132,497, expendi-			
ture \$58,532, to date \$132,497 (final);			
Prieur Entreprises Inc, central heating plant			
\$249,000, expenditure \$79,000 including			
holdbacks \$587.			

	<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Quebec—Concluded			
Special Correctional Unit—			
Construction			
*Contract: Vermont Construction Incorporee			
\$2,525,477, expenditure \$1,859,122 including holdbacks \$16,999.			
Own labour forces—			
Projects under \$15,000.....		105,200	100,330
Central region—			
Main projects.....		6,229,300	6,181,485
Ontario			
Joyceville Institution—			
New water filtration plant and pumphouse			
*Contract (1963-64): Ruliff Grass Construction Co Ltd \$184,983, expenditure \$10,722, to date \$184,983 (final).			
Millhaven Institution—			
Construction			
*Contracts: Glen Lawrence Construction Co Ltd \$166,035, expenditure \$160,822 including holdbacks \$3,988; L M Welter Limited \$599,966, expenditure \$135,175 including holdbacks \$6,659. Purchase of land Homer Collins \$14,750.			
Warkworth Institution—			
Construction			
*Contracts: The Mitchell Construction Company (Canada) (a) \$7,414,105, expenditure \$5,101,531; (b) \$748,853, expenditure \$476,135 including holdbacks \$23,807.			
Own labour forces—			
Projects under \$15,000.....		90,700	81,618
Prairie region—			
Main projects.....		4,776,500	4,770,918
Manitoba			
Manitoba Penitentiary—			
Farm Buildings			
*Contract (1964-65): Raymond Massey Builders Ltd \$140,051, expenditure \$84,095, to date \$140,051 (final).			
Alberta			
Drumheller Institution—			
Construction			
*Contract: McNamara Construction Western Limited \$7,198,518, expenditure \$4,454,895 including holdbacks \$74,499.			
Own labour forces—			
Projects under \$15,000.....		46,400	42,787
Pacific region—			
Main projects.....		3,899,000	3,886,636
British Columbia			
Matsqui Institution—			
Construction			
*Contracts: Commonwealth Construction Co Ltd (a) phase 2 (1963-64) \$7,245,723, expenditure \$2,452,898, to date \$7,210,807 including holdbacks \$82,991; (b) phase 3 (1964-65) \$769,519, expenditure \$758,380, to date \$767,488 including holdbacks \$10,280. Purchase of land Mathew Fekete \$20,950; Arthur Middlebrook \$30,861; Joseph Muzyka \$8,021.			

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
British Columbia— <i>Concluded</i>				
Mountain Prison—				
New facilities				
*Contract: Stevenson Construction Co Ltd				
\$121,335, expenditure \$118,910.				
William Head Institution—				
New dormitory building				
*Contract (1964-65): Luney Bros & Hamilton				
Ltd \$270,202, expenditure \$249,037, to date				
\$270,202 including holdbacks \$600.				
Own labour forces—				
Projects under \$15,000.....			28,400	26,045
Total construction of buildings works and land...	(13)	26,522,000	26,910,000	26,765,075
B Acquisition of equipment.....	(16)	1,900,000	1,512,000	1,408,591
		<u>28,422,000</u>	<u>28,422,000</u>	<u>28,173,666</u>

*Awarded through Department of Public Works.

A Payments by services with individual payments of \$2,000 or over were:

Consultant fees \$747,702—Beauchemin, Beaton & Lapointe Montreal \$8,808, Belanger & Roy Moncton NB \$10,542, Gordon J Buscomb Ottawa \$3,009, S A Cyr St Hyacinthe Que \$44,675, C D Davidson and Company Halifax \$171,780, Gardiner, Thornton, Gathe and Associates Vancouver \$88,111, Hellmuth, Obata & Kassabaum Inc St Louis Miss USA \$22,045, Hurter, Todd & Meyer Montreal \$12,336, B & G Ludlow and Partners Toronto \$101,390, Jean Michaud Montreal \$5,528, Andrew D Miller Ottawa \$2,182, J J Perrault Montreal \$93,170, J Stevenson and Associates Calgary Alta \$86,973, Paul O Trepanier Granby Que \$56,080, Ward & MacDonald Winnipeg \$11,683, Watson and Wiegand Belleville Ont \$28,290.

Inspection fees \$26,667—Foundation Testing Inc Montreal \$14,965, Les Laboratoires Industriels & Commerciaux Limitee Montreal \$5,420, Pretest Inspection Co Downsview Ont \$4,183, Terratech Ltee Montreal \$2,099.

Legal fees \$4,149—Watson T Hunter New Westminster BC \$4,149.

B Included the purchase of: medical and dental equipment \$10,245, inmate recreation and training equipment \$112,658, farm, maintenance and transportation equipment \$1,029,823, industrial shop equipment \$255,865.

Statement of revenues and expenditures by institutions follows.

	<u>Operation and Maintenance of Penitentiaries</u>	<u>Construction Improvements and Equipment</u>	<u>Revenue</u>
Headquarters Planning Provision.....	188,242		
Newfoundland.....	59,147		
Springhill Institution.....	85,350	7,693,762	43
Dorchester Penitentiary and subsidiaries.....	2,875,671	158,035	126,295
Regional Headquarters (Quebec).....	150,069	277	
St Vincent de Paul Penitentiary and subsidiaries.....	3,819,369	436,338	129,423
Federal Training Centre.....	1,536,080	201,381	2,282
Leclerc Institution and subsidiaries.....	2,094,684	1,998,285	22,466
Correctional Staff College (Quebec).....	343,601	11,879	11
Cowansville Institution.....	593,229	1,662,045	
Ste Anne des Plains Institution.....		178,082	
Regional Headquarters (Ontario).....	123,543	12,013	29
Kingston Penitentiary and subsidiaries.....	2,838,591	177,286	54,439
Collins Bay Penitentiary and subsidiaries.....	2,268,091	202,889	87,141
Joyceville Institution and subsidiaries.....	1,689,949	114,366	30,675
Warkworth Institution.....	11,389	5,716,446	
Millhaven Institution.....		357,546	
Correctional Staff College (Ontario).....	346,640	12,928	853
Regional Headquarters (Western) and subsidiary.....	343,066	6,672	32
Manitoba Penitentiary and subsidiaries.....	1,875,384	243,431	103,629
Saskatchewan Penitentiary and subsidiaries.....	2,123,608	181,180	90,140
Drumheller Institution.....	4,705	4,604,161	
British Columbia Penitentiary and subsidiaries.....	2,838,399	586,088	38,135
Matsqui Institution.....	392,623	3,618,576	457
	<u>26,601,430</u>	<u>28,173,666</u>	<u>\$ 686,050</u>

Pensions to dependents of penitentiary personnel who lost their lives in the performance of duty, Votes 12a and 13b, Appropriation Act No. 10, 1964..... (21) \$ 14,121

Payments were made as follows:

Mrs Jean L Farrell	1,824
Mrs Violet L Jenkin	1,824
Mrs Alice Joynton	1,824
Mrs Dorothy A Masterton	2,601
Mrs Georgette Tellier	3,504
Mrs Evelyn Wentworth	2,544
	<u>\$ 14,121</u>

Refunds of amounts credited to revenue in previous years, Financial Administration Act c. 116, R.S., as amended..... (22) \$ 1,809

The above amount consisted of sales from the Livestock and Canning Supplies Stores Account which were credited to revenue.

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages	19,934,900	19,717,169	17,572,447
(2) Civilian allowances	2,000	14,575	2,000
(4) Professional and special services	950,800	977,445	639,647
(5) Travelling and removal expenses	250,400	331,732	188,774
(6) Freight, express and cartage	36,200	25,938	25,348
(7) Postage	31,700	21,232	20,663
(8) Telephones, telegrams and other communication services	83,400	80,713	68,545
(9) Publication of departmental reports and other material	14,350	5,966	1,993
(10) Exhibits, advertising, films, broadcasting and displays	164,300	66,210	312,128
(11) Office stationery, supplies, equipment and furnishings	203,300	210,299	167,192
(12) Materials and supplies	5,763,700	5,142,386	4,654,587
Buildings and works, including land—			
(13) Construction or acquisition	26,522,000	26,765,075	12,535,539
(14) Repairs and upkeep	385,000	349,407	299,677
(15) Rentals	6,400	8,667	7,214
Equipment—			
(16) Construction or acquisition	1,900,000	1,408,591	1,106,376
(17) Repairs and upkeep	318,800	282,405	265,483
(18) Rentals	2,900	1,772	1,240
(19) Municipal or public utility services	385,300	331,914	309,825
(20) Contributions, grants, subsidies, etc., not included elsewhere	260,524	260,524	201,250
(21) Pensions, superannuation and other benefits	14,121	14,121	12,512
(22) All other expenditures	901,459	859,040	885,561
	<u>\$58,131,554</u>	<u>\$56,875,181</u>	<u>\$39,278,001</u>

Estimated value of major services not included in this department's appropriations

	1965-66	1964-65
Accommodation—provided by the Department of Public Works	118,700	97,900
Accommodation—in this Department's own buildings	3,895,000	3,756,000
Accounting and cheque issue services—Comptroller of the Treasury	407,600	193,600
Contributions to superannuation account—Department of Finance	1,068,100	999,000
Employee surgical-medical insurance premiums—Department of Finance	125,400	126,800
Employee compensation payments—Department of Labour	40,000	34,400
Carrying of franked mail—Post Office Department	30,800	39,200
	<u>\$ 5,685,600</u>	<u>\$ 5,246,900</u>

Payments of Damage Claims

Particulars and payee	Authority	Amount
In settlement to claimant and insurance company for damages to vehicle as a result of an accident involving a departmental vehicle on November 26, 1964 charged to Vote 10.	Dept of Justice rulings June 11, 1965 and July 5, 1965.	
James T Steeves		100
Canadian General Insurance Co.		1,162
Sundry claims each under \$1,000 (11)		1,390
		<u>\$ 2,652</u>

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
A Return on Investments	234,442 60	393,872 62
B Privileges, licences and permits	70,160 66	77,745 95
C Proceeds from sales	348,219 30	307,080 67
D Services and service fees	4,422 30	13,711 18
E Refunds of previous years' expenditure	23,724 48	36,391 48
F Miscellaneous	5,093 70	2,828 23
Total	<u>\$ 686,063 04</u>	<u>\$ 831,630 13</u>

Details

Non-Tax Revenue—	
A Return on investments: Profit transferred from industrial and stores account—Penitentiaries (manufactured products) \$221,468; livestock and canning supplies stores account \$12,975.	234,443
B Privileges, licences and permits: Rentals from employees.	70,161
C Proceeds from sales: Farm produce \$306,258 manufactured products \$41,434; sundries \$527.	348,219
Sales of farm produce consisted of \$306,258 charged to Vote 10 Operation and Maintenance of Penitentiaries representing the value of produce grown and consumed by the penitentiaries	
D Services and service fees: Represents trucking charges to other institutions.	4,422
E Refunds of previous years' expenditure.	23,724
F Miscellaneous—Penitentiaries \$5,081—National Parole Board \$13.	5,094
Total	<u>\$ 686,063</u>

A distribution of revenue receipts by penitentiaries is shown following Vote 15.

Certified correct.

A. J. MacLEOD,
Commissioner of Penitentiaries.

Comparative Statement of Accounts Receivable
at March 31

	1966	1965
Current year—		
Collectible	175,826	134,048
Uncollectible	163	146
Previous years—		
Collectible		
Uncollectible	367	222
	<u>\$ 176,356</u>	<u>\$ 134,416</u>

During the year, 1 item amounting to \$2 was deleted under authority of section 23 of the Financial Administration Act, c. 116 R.S. as amended.

Appendix 1

CANTEEN WORKING CAPITAL ADVANCE—PENITENTIARIES

Statement of Operations for the year ended March 31, 1966

Sales	459,293
Cost of goods sold—	
Inventory, March 31, 1965	28,494
Purchases	447,333
	<u>475,827</u>
Deduct:	
Inventory, March 31, 1966	29,934
	<u>445,893</u>
Profit—distributed to:	
Inmates welfare fund	\$ 13,400

Appendix 2

INDUSTRIAL AND STORES ACCOUNT—PENITENTIARIES

Summary of Transactions for the Year Ended March 31, 1966

Balance as at March 31, 1965	731,908
Purchases 1965-66	1,259,967
	<u>\$ 1,991,875</u>
Sales 1965-66	1,113,710
Accounts receivable	82,690
	<u>1,196,400</u>
Inventory March 31, 1966	782,806
	<u>1,979,206</u>
Inventory shortage	12,669
	<u>\$ 1,991,875</u>
Balance as at March 31, 1966	
Inventory	782,806
Accounts receivable	82,690
	<u>865,496</u>
Inventory shortage	12,669
	<u>\$ 878,165</u>

Appendix 3

LIVESTOCK AND CANNING SUPPLIES STORES
ACCOUNT—PENITENTIARIES

Statement of operations for year ended March 31, 1966

Balance as at March 31, 1965.....			82,720
Purchases 1965-66.....			180,810
			<u>\$ 263,530</u>
Sales 1965-66.....	169,239		
Accounts receivable.....	194		
		169,433	
Inventory March 31, 1966.....		94,078	
		<u>263,511</u>	
Inventory shortage.....			19
			<u>\$ 263,530</u>

Balance as at March 31, 1966

Inventory.....		94,078	
Accounts receivable.....		194	
		<u>94,272</u>	
Inventory shortage.....			19
			<u>\$ 94,291</u>

1965-66

PUBLIC ACCOUNTS

•

DEPARTMENT OF TRADE AND COMMERCE

•

Details of

EXPENDITURES AND REVENUES

•

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DEPARTMENT OF TRADE AND COMMERCE

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, and by P.C. 1965-2284, December 12, 1965, the Governor General in Council transferred to the Minister of Mines and Technical Surveys the powers, duties and functions of the Minister of Trade and Commerce (a) under the National Energy Board Act, the Northern Ontario Pipe Line Crown Corporation Act, and the Canadian Coal Equality Act, and (b) under the Atomic Energy Control Act in relation to Eldorado Mining and Refining Limited, and by P.C. 1965-2287 December 22, 1965 transferred to the Minister of Finance the powers, duties or functions under the Canadian Wheat Board Act.

In accordance with the usual practice, the details of both 1964-65 and 1965-66 expenditures and revenues are shown under the department to which the transfer was made.

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
42· 2	Stat.	Minister of Trade and Commerce—Salary and motor car allowance.....	16,223 05	16,223 05	17,000 00
GENERAL ADMINISTRATION					
42· 2	1	Departmental administration.....	5,773,600 00	5,465,019 59	4,705,155 38
		Trade Commissioner Service—			
42· 3	5	Administration, operation and maintenance..	7,832,000 00	7,801,737 45	6,840,097 77
42· 6	Stat.	Pensions to former locally engaged employees of offices abroad.....	1,783 10	1,783 10	1,956 13
42· 6	10	Exhibitions branch.....	2,881,200 00	2,830,249 99	1,955,243 28
42· 7	15	Canadian Government Travel Bureau.....	6,696,600 00	6,332,549 04	4,908,713 40
			23,185,183 10	22,431,339 17	18,411,165 96
STANDARDS BRANCH					
42· 8	20	Administration and operation.....	3,694,200 00	3,478,260 26	3,340,666 70
DOMINION BUREAU OF STATISTICS					
42· 8	25	Administration and operation.....	14,657,100 00	14,499,979 52	12,965,156 30
42· 9	26	1961 Decennial Census of Canada.....	287,700 00	170,391 96	508,016 97
42·10	27	1966 Quinquennial Census of Canada.....	1,127,900 00	921,451 84	19,934 11
			16,072,700 00	15,591,823 32	13,493,107 38
1967 WORLD EXHIBITION					
42·10	29	Canadian Government Participation in the 1967 World Exhibition.....	9,540,500 00	4,556,112 55	839,829 38
GENERAL					
42·10	Stat.	Gratuities to families of deceased employees.....	30 00	30 00	1,945 00
		Expenditures from appropriations not required for 1965-66.....			18,692,936 04
		Total.....	\$52,508,836 15	\$46,073,788 35	\$54,796,650 46

Salary of the Minister, Salaries Act, c.243, R.S., as amended.....	(1)	\$ 14,314
Motor car allowance to Minister, c.249, R.S., as amended.....	(2)	\$ 1,909

The above amounts were paid to: Hon M Sharp for the period April 1 to December 18, 1965 \$12,110; Hon R Winters for the period January 4 to March 31, 1966 \$4,113.

Hon M Sharp received travelling expenses of \$3,956; Hon R Winters, \$1,639 both charged to Vote 1.

GENERAL ADMINISTRATION

Vote 1 Departmental administration including fees for membership in the international organizations as listed in the details of the Estimates.....	5,664,700
Transfer from Department of Finance Vote 15 contingencies	108,900
	5,773,600
Expenditures	\$ 5,465,020

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 3,460,500		
Transfer from Department of Finance Vote 15 contingencies.....	108,900		
	(1) 3,569,400	3,545,700	3,534,819
Allowances.....	(2) 40,000	65,000	61,757
A Professional and special services.....	(4) 77,500	85,000	81,433
Travelling expenses.....	(5) 337,200	310,700	241,225
Freight, express and cartage.....	(6) 46,500	46,500	39,088
Postage.....	(7) 35,500	35,500	35,086
Telephones and telegrams.....	(8) 101,100	126,100	124,152
Publication of <i>Foreign Trade and Commerce Exterieur</i>	(9) 57,500	57,500	55,018
Other publications.....	(9) 578,000	663,700	630,586
Advertising, films and displays.....	(10) 412,900	333,400	258,005
Office stationery, supplies and equipment.....	(11) 111,700	111,130	96,511
<i>Canadian Trade Index</i>	(12) 20,000	20,000	20,000
International Wheat Council fee.....	(20) 29,700	29,700	24,441
International Cotton Advisory Committee fee.....	(20) 3,000	3,570	3,564
International Tin Council fee.....	(20) 4,500	4,545	4,544
International Rubber Study Group fee.....	(20) 2,000	1,980	1,979
International Sugar Agreement fee.....	(20) 9,900	12,400	10,298
International Customs Tariffs Bureau fee.....	(20) 13,000	13,000	12,904
International Coffee Organization fee.....	(20) 15,600	15,600	14,600
International Lead and Zinc Study Group fee.....	(20) 3,800	3,775	3,665
B Trade promotion at home and abroad.....	(22) 302,300	286,300	209,985
Sundries.....	(22) 2,500	2,500	1,360
	\$ 5,773,600	\$ 5,773,600	\$ 5,465,020

A Payments by services with individual payments of \$2,000 or over were:

Protective services \$47,334—Canadian Corps of Commissioners Montreal \$47,334.

Research services \$5,105—H Stykolt Toronto \$5,105.

Credit reports \$6,108—Dun and Bradstreet Montreal \$6,108.

Miscellaneous services \$22,887.

B Payment was made to the City of Montreal as co-sponsor of the official monthly magazine *Montreal* 65 October issue, in the amount of \$25,000.

Travelling expenses of \$1,000 or over were paid to the following delegates of various trade missions who served without remuneration: M Adachi Tokyo Japan \$1,245, H Boter Eindhoven Netherlands \$1,238, E Brocher Hanover Germany \$1,263, H Broersma Vroomshoop Netherlands \$1,214, K De Groot Vroomshoop Netherlands \$1,294, J Doeham Hamburg Germany \$1,241, J Gassie Edinburgh Scotland \$1,336, M Gout Delft Netherlands \$1,220, H Graefen Dusseldorf Germany \$1,327, H Guelen Wyche Netherlands \$1,220, E Holstein Krummbogen Germany \$1,333, A J Horstman Amsterdam Netherlands \$1,220, C C Huston Toronto \$1,120, M Ito Tokyo Japan \$1,256, M Jones London England \$1,336, H Joosten Enschede Netherlands \$1,220, H Kluiters Limburg Netherlands \$1,224, J Kurvers Limburg Netherlands \$1,220, R Martin London England \$1,336, K Payne London England \$1,336, G Petri Hamburg Germany \$1,237, W Pook Terborg Netherlands \$1,069, A Schwarzer Hamburg Germany \$1,237, R Steed London England \$1,310, M Steinbiss Hamburg Germany \$1,213, J Te Pas Enschede Netherlands \$1,220, H R Tetzl Hamburg Germany \$1,265, P Urban Hamburg Germany \$1,234, A Van Der Velden Terborg Netherlands \$1,220, J Van Geldermalsen Eindhoven Netherlands \$1,220, G Weiner Hamburg Germany \$1,258, W Witter Hamburg Germany \$1,227.

Vote 5 Trade Commissioner Service—Administration, operation and maintenance	7,173,000
Vote 5b.....	138,000
Vote 5e.....	207,000
Transfer from Department of Finance Vote 15 contingencies.....	314,000
	7,832,000
Expenditures.....	\$ 7,801,737

Expenditures included ex-gratia payments of \$100 or over as follows:

Particulars and payee	Authority	Amount
Gratuity to local staff in event of closing of office, Salisbury, Rhodesia.		
S M Millar (Vivian).....	T.B. 647420 November 11, 1965..	243
S R C Vallis.....	T.B. 647420 November 11, 1965..	195
		\$ 438

A distribution of expenditures by offices follows:

	Civil salaries and wages	Civilian allowances	Other operational expenses	Total operational expenses	Capital items	Total
Canada, Head office Ottawa.....	497,744	4,101	246,024	747,869	10,714	758,583
Argentina, Buenos Aires.....	50,957	18,383	15,386	84,726	146	84,872
Australia:						
Canberra.....	15,861	20,656	2,865	39,382	81	39,463
Melbourne.....	52,684	20,764	22,355	95,803	509	96,312
Sydney.....	65,974	24,622	36,307	126,903	1,456	128,359
Austria, Vienna.....	65,208	40,951	39,316	145,475	992	146,467
Belgium, Brussels.....	74,711	39,226	20,773	134,710		134,710
Brazil:						
Rio de Janeiro.....	39,328	17,950	14,662	71,940	8,088	80,028
Sao Paulo.....	43,743	23,904	22,347	89,994	298	90,292
Ceylon, Colombo.....	6,250		2,610	8,860		8,860
Chile, Santiago.....	46,782	20,404	12,797	79,983	867	80,850
Colombia, Bogota.....	31,342	18,104	11,688	61,134	178	61,312
Cuba, Havana.....	8,322		700	9,022		9,022
Denmark, Copenhagen.....	38,222	13,658	9,094	60,974		60,974
Dominican Republic, Santo Domingo..	35,641	11,295	7,665	54,501	508	55,009
Federation of Rhodesia and Nyasaland, Salisbury.....	31,331	14,152	15,567	61,050	1,024	62,074
France, Paris.....	104,008	54,212	40,376	198,596	750	199,346
Germany:						
Bonn.....	81,781	42,829	29,676	154,286		154,286
Dusseldorf.....	62,563	30,010	25,033	117,606	64	117,670
Hamburg.....	52,721	7,995	19,942	80,658		80,658
Ghana, Accra.....	27,896	24,251	16,588	68,735	1,447	70,182
Greece, Athens.....	61,304	26,429	18,105	105,838	1,052	106,890
Guatemala, Guatemala City.....	54,581	30,304	17,784	102,669	43	102,712
Hong Kong.....	74,543	41,891	30,031	146,465	137,856	284,321
India:						
Bombay.....	22,622	10,018	22,272	54,912	1,193	56,105
New Delhi.....	37,513	28,520	17,815	83,848	1,531	85,379
Iran, Teheran.....	27,359	17,460	17,210	62,029	1,247	63,276
Ireland:						
Belfast.....	5,050	1,976	17	7,043		7,043
Dublin.....	36,710	12,525	12,376	61,611		61,611
Israel, Tel Aviv.....	33,628	21,623	25,882	81,133	1,045	82,178
Italy:						
Milan.....	64,111	23,865	33,110	121,086	536	121,622
Rome.....	72,981	48,357	11,492	132,830	942	133,772

	Civil salaries and wages	Civilian allowances	Other operational expenses	Total operational expenses	Capital items	Total
Japan, Tokyo.....	87,145	60,852	36,648	184,645	1,117	185,762
Lebanon, Beirut.....	48,027	32,595	28,049	108,671	387	109,058
Malaysia, Kuala Lumpur.....	1,920	3,129	13,338	18,387		18,387
Mexico, Mexico City.....	57,398	26,085	21,721	105,204	611	105,815
Netherlands, The Hague.....	45,535	25,718	13,990	85,243	3	85,246
New Zealand, Wellington.....	37,434	12,124	14,012	63,570	90	63,660
Nigeria, Lagos.....	31,627	52,913	35,298	119,838	3,324	123,162
Norway, Oslo.....	37,040	14,535	9,697	61,272		61,272
Pakistan, Karachi.....	30,796	26,943	23,231	80,970	4,769	85,739
Peru, Lima.....	38,691	29,168	33,257	101,116	156	101,272
Philippines, Manila.....	50,871	12,882	23,538	87,291	273	87,564
Portugal, Lisbon.....	47,162	25,690	11,874	84,726	8	84,734
Singapore.....	38,166	28,261	33,778	100,205	351	100,556
Spain, Madrid.....	46,249	19,859	13,789	79,897	555	80,452
Sweden, Stockholm.....	47,914	15,326	21,291	84,531		84,531
Switzerland:						
Berne.....	51,657	17,033	9,403	78,093		78,093
Geneva.....	30,357			30,357		30,357
Union of South Africa:						
Capetown.....	41,086	12,637	10,821	64,544	687	65,231
Johannesburg.....	44,524	12,555	15,320	72,399		72,399
Union of Soviet Socialist Republics,						
Moscow.....	30,029	21,595	18,459	70,083	6,288	76,371
United Arab Republic, Cairo.....	10,913	3,010	3,065	16,988		16,988
United Kingdom:						
Glasgow.....	31,248	14,700	13,371	59,319	523	59,842
Liverpool.....	32,508	17,662	13,739	63,909	41,255	105,164
London.....	182,737	153,074	54,590	390,401	134,069	524,470
United States of America:						
Boston.....	72,496	32,826	23,654	128,976		128,976
Chicago.....	120,328	51,666	49,220	221,214		221,214
Cleveland.....	71,634	33,852	31,304	136,790		136,790
Detroit.....	93,169	39,872	48,665	181,706		181,706
Los Angeles.....	81,442	35,432	31,166	148,040		148,040
Minneapolis.....			699	699		699
New Orleans.....	43,456	22,828	24,569	90,853		90,853
New York.....	129,355	65,353	49,394	244,102		244,102
Philadelphia.....	51,514	25,878	28,983	106,375		106,375
Washington.....	90,070	74,391	29,658	194,119		194,119
Uruguay, Montevideo.....	5,020	4,182	9,400	18,602	107	18,709
Venezuela, Caracas.....	79,765	30,023	21,363	131,151	225	131,376
The West Indies:						
Kingston.....	39,747	17,812	17,306	74,865	1,347	76,212
Port of Spain.....	48,133	15,880	19,373	83,386	8,817	92,203
	<u>\$3,950,634</u>	<u>\$1,798,776</u>	<u>\$1,674,798</u>	<u>\$7,424,208</u>	<u>\$ 377,529</u>	<u>\$7,801,737</u>

Administration and operation

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 3,693,000		
Transfer from Department of Finance Vote 15 contingencies.....	258,000		
Allowances.....	\$ 1,800,000		
Transfer from Department of Finance Vote 15 contingencies.....	56,000		
	(1) 3,951,000	3,951,000	3,950,634
	(2) 1,856,000	1,801,000	1,798,776

		Estimates	Allotments	Expenditures
A Professional and special services.....	(4)	45,000	61,000	60,157
Removal and home leave expenses.....	(5)	445,000	449,000	438,428
Other travelling expenses.....	(5)	190,000	210,000	204,447
Freight, express and cartage.....	(6)	35,000	51,000	49,717
Postage.....	(7)	65,000	70,000	68,601
Telephones and telegrams.....	(8)	130,000	135,000	134,683
Office stationery, supplies, equipment and furnishings..	(11)	180,000	197,610	196,080
Materials and supplies.....	(12)	7,500	9,340	8,972
Repairs and upkeep of offices and residences abroad....	(14)	30,000	38,550	38,479
Rental of offices abroad.....	(15)	370,000	370,000	368,877
Repairs and upkeep of equipment.....	(17)	18,500	14,710	14,462
Municipal or public utility services.....	(19)	35,000	35,000	34,660
Special benefits for personal services.....	(21)	30,000	40,500	40,204
Compensation to Trade Commissioners for loss or dam- age to furniture and effects.....	(22)	3,000	1,500	521
Sundries.....	(22)	24,000	17,900	16,510
		<u>\$ 7,410,000</u>	<u>\$ 7,453,110</u>	<u>\$ 7,424,208</u>

A Payments by services with individual payments of \$2,000 or over were:

Janitorial services \$32,556.

Medical and legal services \$10,961.

Credit reports \$11,388.

Miscellaneous services \$5,252.

Construction or acquisition of buildings, land, equipment and furnishings

		Estimates	Allotments	Expenditures
A Construction or acquisition of buildings or land.....	(13)	342,000	308,890	308,108
Acquisition of equipment, furniture and furnishings for residences abroad.....	(16)	65,000	54,500	54,384
Acquisition of motor vehicles.....	(16)	15,000	15,500	15,037
		<u>\$ 422,000</u>	<u>\$ 378,890</u>	<u>\$ 377,529</u>

A Expenditures included: purchase of houses, London England \$129,293, Hong Kong \$131,817; construction of house, Liverpool England \$38,686.

Total Vote 5.....	<u>\$ 7,832,000</u>	<u>\$ 7,832,000</u>	<u>\$ 7,801,737</u>
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Trade Commissioner Service—Pensions to former locally engaged employees of offices abroad..... (21) \$ 1,783

Julio Moreira, Argentina (16,785.08 Argentine Pesos) Vote 734, Appropriation Act No. 4, 1954.....	103
Claire Roquier, France Vote 412, Appropriation Act No. 5, 1958.....	300
Thomas Davis, West Indies (Jamaican £258) Vote 413, Appropriation Act No. 5, 1958.....	780
Ryuji Yoshimura, Japan Vote 391, Appropriation Act No. 5, 1959.....	600
	<u>\$ 1,783</u>

Vote 10 Exhibitions Branch.....	2,591,700
Vote 10e.....	244,200
Transfer from Department of Finance Vote 15 contingencies.....	45,300
	<u>2,881,200</u>
Expenditures.....	<u>\$ 2,830,250</u>

	Estimates	Allotments	Expenditures
Salaries and wages.....\$ 477,900			
Transfer from Department of Finance Vote 15 contingencies.....40,500			
Allowances.....\$ 3,100	(1) 518,400	518,400	506,953
Transfer from Department of Finance Vote 15 contingencies.....4,800			
Travelling expenses.....	(2) 7,900	12,700	7,986
Freight, express and cartage.....	(5) 14,000	12,500	11,948
Postage.....	(6) 3,600	3,100	2,793
Telephones and telegrams.....	(7) 800	750	689
Participation in exhibitions and displays.....	(8) 4,000	9,600	9,185
Office stationery, supplies and equipment.....	(10) 2,219,800	2,199,203	2,182,624
Materials and supplies.....	(11) 30,000	33,000	25,279
Repairs and upkeep of buildings.....	(12) 8,000	9,700	9,597
Land rent.....	(14) 23,000	31,000	22,870
Acquisition of equipment.....	(15) 3,800	3,800	3,618
Repairs and upkeep of equipment.....	(16) 29,000	28,000	27,554
Building taxes.....	(17) 1,600	1,600	1,543
Municipal or public utility services.....	(19) 7,700	7,675	7,640
Unemployment insurance contributions.....	(19) 2,000	2,021	2,020
Sundries.....	(21) 5,400	5,951	5,951
	(22) 2,200	2,200	2,000
	<u>\$ 2,881,200</u>	<u>\$ 2,881,200</u>	<u>\$ 2,830,250</u>

Vote 15 Canadian Government Travel Bureau—To assist in promoting the tourist business in Canada including a grant of \$37,000 to the Canadian Tourist Association	6,290,600
Vote 15e.....	251,000
Transfer from Department of Finance Vote 15 contingencies.....	155,000
	<u>6,696,600</u>
Expenditures.....	<u>\$ 6,332,549</u>

	Estimates	Allotments	Expenditures
Salaries and wages.....\$ 890,000			
Transfer from Department of Finance Vote 15 contingencies.....155,000			
A Living and rental allowances.....	(1) 1,045,000	1,085,000	1,078,553
Professional and special services.....	(2) 300,700	238,700	238,176
Travelling and removal expenses.....	(4) 126,500	176,900	175,817
Freight, express and cartage.....	(5) 170,900	154,900	153,802
Postage.....	(6) 80,000	98,000	95,818
Telephones and telegrams.....	(7) 55,000	110,000	93,371
B Publication of departmental reports and other material.....	(8) 25,000	30,000	29,983
Exhibits, advertising, films, broadcasting and displays...	(9) 1,120,200	901,800	845,744
C Advertising in foreign newspapers, magazines and other media.....	(10) 417,400	417,400	391,345
Federal-provincial interprovincial advertising campaign.....	(10) 2,567,000	2,327,000	2,187,233
Office stationery, supplies, equipment and furnishings...	(10) 175,000	175,000	175,000
Repairs and upkeep of buildings.....	(11) 154,000	309,000	258,472
Rental of offices abroad.....	(14) 120,000	140,000	132,882
Municipal or public utility services.....	(15) 444,800	444,800	401,885
Membership fees.....	(19) 16,000	14,000	9,956
Grant to Canadian Tourist Association.....	(20) 4,000	4,000	3,877
Sundries.....	(20) 37,000	37,000	37,000
	(22) 13,100	33,100	23,635
	<u>\$ 6,696,600</u>	<u>\$ 6,696,600</u>	<u>\$ 6,332,549</u>

A Payments by services with individual payments of \$2,000 or over were:

Architects services \$13,037.

Cleaning and maintenance services \$14,174.

Mailing services \$34,387—The Wellington Press Postal Advertising Services Limited London Eng \$4,317,
R L Polk Inc Toronto \$28,592.

Professional writers services \$4,931.

Promotional services \$61,326.

Survey services \$20,350—McDonald Research Limited Toronto \$20,350.

Miscellaneous services \$27,612.

B Expenditures included the cost of printing the following publications: *Alaska Highway* \$9,242, *Angling Regulations* \$5,340, *Accommodation in Canada National Parks* \$14,464, *Canada in Wintertime* \$6,355, *Where to Fish in Canada* \$6,035, *Calendar of Events* \$32,354, *Adventure along Trans-Canada Highway* \$30,814, *Circle Tours of Trans-Canada Highway* \$109,193, *Canada Border Crossing Information* \$23,821, *National Parks of Canada* \$5,430, *Canada-United States Road Maps* \$19,779, *Banff and Jasper National Parks Folder* \$10,628, *Invitation to Canada* \$129,897.

C Expenditures included payments to: Collyer Advertising Limited Montreal \$226,159, MacLaren Advertising Limited \$1,743,703.

STANDARDS BRANCH

Vote 20 Administration and operation.....	3,602,700
Transfer from Department of Finance Vote 15 contingencies.....	91,500
	3,694,200
Expenditures.....	\$ 3,478,260

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 2,727,800		
Transfer from Department of Finance Vote 15 contingencies.....	91,500		
	(1) 2,819,300	2,819,300	2,715,449
Professional and special services.....	(4) 3,000	8,300	7,735
Travelling and removal expenses.....	(5) 234,500	258,500	254,297
Freight and express.....	(6) 12,000	11,500	11,195
Cartage.....	(6) 262,000	297,000	269,086
Postage.....	(7) 6,300	6,000	5,672
Telephones and telegrams.....	(8) 18,450	17,150	17,149
Office stationery, supplies and equipment.....	(11) 27,950	32,450	27,635
Materials and supplies.....	(12) 17,000	18,500	17,744
Acquisition of equipment.....	(16) 269,350	205,350	132,883
Repairs and upkeep of equipment.....	(17) 4,600	5,600	5,026
Short weight inspections.....	(22) 18,000	13,000	12,939
Sundries.....	(22) 1,750	1,550	1,450
	\$ 3,694,200	\$ 3,694,200	\$ 3,478,260

Revenue arising from the above expenditures amounted to \$2,296,998 and consisted of *Services and service fees* \$2,294,441—electricity inspection fees \$895,835, gas inspection fees \$243,645, laboratory fees \$7,393, weights and measures inspection fees \$1,147,568; *Miscellaneous*—\$2,557.

DOMINION BUREAU OF STATISTICS

Vote 25 Administration and operation including the fee for membership in the Inter-American Statistical Institute and a contribution of \$500 to the International Statistical Institute.....	14,298,000
Transfer from Department of Finance Vote 15 contingencies.....	359,100
	14,657,100
Expenditures.....	\$ 14,499,979

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$11,445,600			
Transfer from Department of Finance Vote 15 contingencies.....	359,100			
		(1) 11,804,700	11,693,700	11,620,902
Overtime.....		(1) 145,000	145,000	114,209
Remuneration and expenses of enumerators.....		(4) 666,300	690,300	687,845
A Other professional and special services.....		(4) 207,100	159,000	155,058
Travelling expenses.....		(5) 242,400	242,400	219,133
Freight, express and cartage.....		(6) 13,800	14,300	13,810
Postage.....		(7) 40,000	40,000	39,524
Telephones and telegrams.....		(8) 95,500	120,500	116,299
Printing of publications.....		(9) 430,000	432,000	431,127
Informational publicity and advertising.....		(10) 37,200	37,200	32,819
Office stationery, supplies and equipment.....		(11) 628,400	743,400	739,522
Rental of other office equipment.....		(11) 285,700	285,700	282,528
Publications for crop correspondents and miscellaneous materials and supplies.....		(12) 58,000	58,000	49,330
Acquisition of motor vehicles.....		(16)	2,600	.....
Repairs and upkeep of equipment.....		(17) 300	500	487
Membership fee, the Inter-American Statistical Institute.....		(20) 10,700	10,700	10,568
Contribution to the International Statistical Institute..		(20) 500	500	500
Sundries.....		(22) 21,500	11,300	7,004
		14,687,100	14,687,100	14,520,665
Less—Approximate amount recoverable for computer service.....		(34) 30,000	30,000	20,686
		\$14,657,100	\$14,657,100	\$14,499,979

Revenue arising from the above expenditures amounted to \$211,061 and consisted of *Proceeds from sales* \$20,000—sale of publications \$20,000; *Services and service fees* \$130,736—Dominion Bureau of Statistics bulletin service \$130,736; *Miscellaneous* \$60,325—Computer service charges \$60,280.

A Payments by services with individual payments of \$2,000 or over were:

Consultant services \$2,850—T K Rymes Ottawa \$2,850.

Comptometer services \$2,658—Victor Comptometer Limited Galt Ont \$2,658.

Protective services \$17,175—Canadian Corps of Commissionaires Montreal \$17,175.

Returns on criminal statistics \$54,180.

Returns on vital statistics \$72,341.

Miscellaneous services \$5,854.

Vote 26 1961 Decennial Census of Canada.....	285,200
Transfer from Department of Finance Vote 15 contingencies.....	2,500
	287,700
Expenditures.....	\$ 170,392

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 166,200		
Transfer from Department of Finance Vote 15 contingencies.....	2,500		
	(1) 168,700	168,700	115,068
A Professional and special services.....	(4) 55,000	55,000	28,402
Printing of publications.....	(9) 60,000	60,000	26,814
Rental of office equipment.....	(11) 3,000	3,000	.....
Sundries.....	(22) 1,000	1,000	108
	\$ 287,700	\$ 287,700	\$ 170,392

Section 16 of the Statistics Act directs that a census of population and agriculture in Canada shall be taken by the Bureau, under the direction of the Minister, in the month of June 1951, and every tenth year thereafter. Under section 20, a census of industry, trade, business or professional activities shall be taken at such intervals as the Minister may direct. Expenditures to date for the 1961 Decennial Census of Canada were \$15,914,815.

A Consisted of enumerators' services.

Vote 27 1966 Quinquennial Census of Canada.....	1,113,800
Transfer from Department of Finance Vote 15 contingencies.....	14,100
	<u>1,127,900</u>
Expenditures.....	<u>\$ 921,452</u>

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 566,000		
Transfer from Department of Finance Vote 15 contingencies.....	14,100		
	(1) 580,100	561,900	486,042
Overtime.....	(1) 10,000	10,000	2,547
Travelling expenses.....	(5) 61,700	68,700	66,481
Freight, express and cartage.....	(6) 2,000	3,200	2,325
Postage.....	(7) 400	400	400
Telephones and telegrams.....	(8) 5,200	5,200	3,470
Advertising.....	(10) 7,500	7,500	4,862
Office stationery, supplies and equipment.....	(11) 470,000	467,000	352,866
Rental of office equipment.....	(11) 3,000	3,000	2,382
Sundries.....	(22) 1,000	1,000	127
	<u>\$ 1,127,900</u>	<u>\$ 1,127,900</u>	<u>\$ 921,452</u>

Section 17 of the Statistics Act directs that a census of population and agriculture shall be taken of the Province of Manitoba, Saskatchewan and Alberta every tenth year after 1956. P.C. 1965-449 of March 12, 1965 prescribes that the said census shall be taken for the whole of Canada and for Canadian military establishments and diplomatic posts abroad. Under section 20, a census of industry, trade, business or professional activities shall be taken at such intervals as the Minister may direct. Expenditures to date for the 1966 Quinquennial Census of Canada were \$941,386.

1967 WORLD EXHIBITION

Vote 29 Canadian Government participation in the 1967 World Exhibition, Montreal	9,540,500
Expenditures.....	<u>\$ 4,556,113</u>

	Estimates	Allotments	Expenditures
Construction and acquisition of buildings.....	4,820,000	4,820,000	3,219,341
Exhibits and displays.....	3,931,000	3,931,000	1,122,435
Advertising and publicity.....	155,000	155,000	33,835
Special events.....	379,000	379,000	25,467
Administrative expenses.....	255,500	255,500	155,035
	(10) <u>\$ 9,540,500</u>	<u>\$ 9,540,500</u>	<u>\$ 4,556,113</u>

GENERAL

Gratuities to families of deceased employees, Civil Service Act.....	(21) <u>\$ 30</u>
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Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages	24,615,914	24,139,490	21,201,567
(2) Civilian allowances	2,206,509	2,108,604	1,748,971
(4) Professional and special services	1,180,400	1,196,447	1,001,684
(5) Travelling and removal expenses	1,695,700	1,589,761	1,350,581
(6) Freight, express and cartage	454,900	483,832	423,027
(7) Postage	203,000	243,343	202,081
(8) Telephones, telegrams and other communication services	379,250	434,921	325,177
(9) Publication of departmental reports and other material	2,245,700	1,989,289	1,636,489
(10) Exhibits, advertising, films, broadcasting and displays	15,202,300	9,788,001	5,006,645
(11) Office stationery, supplies, equipment and furnishings	1,890,750	1,981,225	1,499,085
(12) Materials and supplies	110,500	105,643	85,875
Building and works, including land—			
(13) Construction or acquisition	342,000	308,108	374,135
(14) Repairs and upkeep	173,000	194,231	98,476
(15) Rentals	818,600	774,380	487,839
Equipment—			
(16) Construction or acquisition	378,350	229,858	223,203
(17) Repairs and upkeep	20,000	21,518	16,289
(19) Municipal or public utility services	60,700	54,276	42,917
(20) Contributions, grants, subsidies, etc., not included elsewhere	133,700	127,940	134,373
(21) Pensions, superannuation and other benefits	37,213	47,968	36,393
(22) All other expenditures	390,350	275,639	18,931,844
	52,538,836	46,094,474	54,826,651
(34) Less—Estimated savings and recoverable items	30,000	20,686	30,000
Total	<u>\$52,508,836</u>	<u>\$46,073,788</u>	<u>\$54,796,651</u>

Estimated value of major services not included
in this department's appropriations

	1965-66	1964-65
Accommodation—provided by the Department of Public Works	2,128,600	2,089,800
Accounting and cheque issue services—Comptroller of the Treasury	191,100	244,200
Contribution to superannuation account—Department of Finance	1,175,100	1,103,900
Employee surgical-medical insurance premiums—Department of Finance	106,600	104,800
Employee compensation payments—Department of Labour	24,100	25,400
Carrying of franked mail—Post Office Department	729,400	720,400
	<u>\$ 4,354,900</u>	<u>\$ 4,288,500</u>

Payments of Damage Claims

Sundry claims, each under \$1,000 (5)	<u>\$ 760</u>
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REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
A Return on investments	6,794,168 39	3,049,451 04
B Privileges, licences and permits	35,278 34	23,685 49
C Proceeds from sales	25,861 47	1,107 56
D Services and service fees	2,470,749 66	2,353,171 84
E Refunds of previous years' expenditure	21,348 37	25,178 76
F Miscellaneous	674,419 99	1,398,883 33
Total	<u>\$10,021,826 22</u>	<u>\$ 6,851,478 02</u>

Details

Non-Tax Revenue—

A Return on investments:

Interest on loans by Export Credits Insurance Corporation—Argentina, \$254,470; Brazil, \$593,946; Ceylon, \$142,240; Chile, \$2,043,484; India, \$1,077,900; Israel, \$103,561; Liberia, \$65,134; Mexico, \$1,685,470; Pakistan, \$415,533; Philippines, \$409,346.....	6,791,084
Sundries.....	3,084

6,794,168

B Privileges, licences and permits:

Consular stamp fees.....	13,527
Rental of Canadian Pavilion, Milner Park, Johannesburg.....	5,646
Rental of government-owned residences.....	14,938
Sundries.....	1,167

35,278

C Proceeds from sales: Dominion Bureau of Statistics, sale of publications, \$20,000; sundries, \$5,862.....

25,862

D Services and service fees:

Dominion Bureau of Statistics, bulletin service.....	130,736
Electricity inspection fees.....	895,835
Exhibitions—Exhibitors' participation fees.....	41,501
Gas inspection fees.....	243,645
Laboratory fees.....	7,393
Warehouse space rental.....	1,008
Weights and measures inspection fees.....	1,147,568
Sundries.....	3,064

2,470,750

E Refunds of previous years' expenditure.....

21,348

F Miscellaneous:

Dominion Bureau of Statistics, computer service charges.....	60,281
Export Credits Insurance Corporation, excess of premiums over amount required to meet expenses and overhead arising out of insurance contracts entered into under section 21 of the Export Credits Insurance Act.....	610,469
Sundries.....	3,670

674,420

Total..... \$10,021,826

Certified correct.

J. H. WARREN,
Deputy Minister of Trade and Commerce.

Comparative Statement of Accounts Receivable
at March 31

	1966	1965
Current year—		
Collectible.....	165,207	130,863
Previous years—		
Collectible.....	14,919	9,026
Uncollectible.....	8,909	11,566
	<u>\$ 189,035</u>	<u>\$ 151,460</u>

During the year 24 items amounting to \$3,026 were deleted under authority of section 23 of the Financial Administration Act, c. 116, R.S., as amended.

Appendix

STANDARDS BRANCH

Statement of Revenue and Expenditure for the year ended March 31, 1966

Electricity and Gas Inspection Services—

Revenue:

Electricity inspection service	\$ 895,835
Laboratory fees	1,462

\$ 897,297
243,645

Gas inspection service

\$ 1,140,942

Expenditure:

Direct—

Salaries and wages	1,200,365
Travelling expenses	101,493
Freight, express and cartage	6,496
Postage	2,762
Telephones and telegrams	5,652
Office stationery, supplies and equipment	10,524
Materials and supplies	10,037
Acquisition of equipment	27,487
Repairs and upkeep of equipment	125
Others	106

1,365,047

Apportioned costs—

Departmental administration (Vote 1)	66,025
Standards Branch—Administration division (Vote 20)	204,649
Accommodation (Public Works)	73,437
Accounting and cheque issue service (Comptroller of the Treasury)	6,593
Contributions to superannuation account (Finance)	65,205
Employee surgical-medical insurance premiums (Finance) ..	6,037
Employee compensation payments (Labour)	1,449
Carrying of franked mail (Post Office)	25,164

448,559

1,813,606

Excess of expenditure over revenue

672,664

Weights and Measures Inspection Services—

Revenue:

Weights and measures inspection fees	1,147,568
Weights and measures fines	2,442
Laboratory fees	5,931
Miscellaneous	115

1,156,056

Expenditure:

Direct—

Salaries and wages	1,130,545
Travelling expenses	136,048
Freight, express and cartage	273,530
Postage	2,909
Telephones and telegrams	6,658
Office stationery, supplies and equipment	11,452
Materials and supplies	1,460
Acquisition of equipment	87,904
Repairs and upkeep of equipment	4,568
Short weight supervision	12,940
Others	310

1,668,324

Apportioned costs—

Departmental administration (Vote 1)	77,508
Standards Branch—administration division (Vote 20)	240,241
Accommodation (Public Works)	86,208
Accounting and cheque issue service (Comptroller of the Treasury)	7,739
Contribution to superannuation account (Finance)	76,545
Employee surgical-medical insurance premiums (Finance) ..	7,087
Employee compensation payments (Labour)	1,701
Carrying of franked mail (Post Office)	29,541

526,570

2,194,894

Excess of expenditure over revenue

\$ 1,038,838

ORIGINAL ARTICLES

SYMPTOMS OF HYPERTENSION

J. H. HARRIS, M.D., and J. H. HARRIS, JR., M.D., University of California, Los Angeles

Received for publication May 15, 1956

The purpose of this study was to determine the frequency of symptoms of hypertension in a group of patients with hypertension and to compare these symptoms with those reported by a group of patients without hypertension.

The study was conducted in the Department of Medicine, University of California, Los Angeles, and the results are presented in this paper.

The patients were selected from the files of the Department of Medicine, University of California, Los Angeles, and the results are presented in this paper.

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1965-66

PUBLIC ACCOUNTS

DEPARTMENT OF TRANSPORT

Details of

EXPENDITURES AND REVENUES

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DEPARTMENT OF TRANSPORT

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, the Governor in Council by P.C. 1965-645 dated April 8, 1965, transferred from the Department of Transport to the Department of Defence Production the control and supervision of that part of the Public Service known as the purchasing establishment of the Department of Transport excepting therefrom the stores and contracts establishments of what is now known as the Purchases, Contracts and Stores Division.

In accordance with usual practice, the details of both 1965-66 and 1964-65 expenditures are shown under the department to which the transfer was made.

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
43· 4	Stat.	Minister of Transport—Salary and motor car allowance.....	16,999 92	16,999 92	17,000 00
43· 4	1	Departmental administration.....	4,871,270 00	4,398,105 90	3,997,882 14
MARINE SERVICES					
43· 5	5	Administration, operation and maintenance	45,057,175 00	44,511,869 08	39,253,816 89
43·12	8	To authorize the transfer of the assets and administration of the Pension Fund of the British Columbia Pilotage District..	1 00		
43·12	10	Construction or acquisition of buildings, works, land, vessels and equipment....	42,155,000 00 87,212,176 00	39,977,808 95 84,489,678 03	25,225,808 57 64,479,625 46
RAILWAYS AND STEAMSHIPS					
43·19	15	Payments to Canadian National Railway Company of deficits arising in the operation of ferry and terminal services during calendar year 1965.....	16,778,400 00	16,576,460 00	15,162,066 93
43·20	20	Construction or acquisition of buildings, works and land, dock and terminal facilities, vessels and related equipment including repairs and improvements to terminal facilities owned by Newfoundland.....	28,648,100 00	23,835,007 94	10,169,069 32
43·23	25	Payments in respect of the Maritime Freight Rates Act and pension allowances.....	16,397,001 00	15,768,998 72	14,925,428 91
43·24	27	Canadian National Railways deficit, 1965.	34,718,000 00	33,414,884 00	38,725,904 00
43·25	Stat.	Payments to Canadian National Railway Company in respect of termination of collection of tolls on the Victoria Bridge, Montreal.....	805,495 34	805,495 34	843,902 48
43·25	Stat.	Subsidy in respect of the construction of a line of railway near Grimshaw, Alberta to Great Slave Lake, Northwest Territories ..	9,666,000 00 107,012,996 34	9,666,000 00 100,066,846 00	24,134,000 00 103,960,371 64
AIR SERVICES					
43·25	30	Administration, operation and maintenance, including membership in World Meteorological Organization and grants to universities.....	101,316,003 00	99,017,135 67	90,491,839 23
43·36	35	Construction or acquisition of buildings, works, land and equipment.....	44,906,001 00	42,458,986 29	40,254,692 16
43·47	40	Contributions for local airports and facilities and assessments and grants as detailed in the estimates.....	1,961,600 00 148,183,604 00	1,534,538 84 143,010,660 80	730,048 79 131,476,580 18

DEPARTMENT OF TRANSPORT

43-3

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
GENERAL					
43-48	74	Reimbursement of the Department of Transport stores account.....	100,000 00	98,403 99	97,718 02
43-49	Stat.	Gratuities to families of deceased employees.....	1,015 00	1,015 00	723 60
43-49	Stat.	Refunds of amounts credited to revenue in previous years.....	82,321 29	82,321 29	2,280,267 62
			183,336 29	181,740 28	2,378,709 24
		<i>Expenditures from appropriations not required for 1965-66.....</i>			17,539 87
			347,480,382 55	332,164,030 93	306,327,708 53
AIR TRANSPORT BOARD					
43-49	75	Salaries and other expenses.....	799,100 00	750,526 96	687,633 00
43-49	77	Payment to Nordair Limited for international charter flights.....	381,000 00	381,000 00	
			1,180,100 00	1,131,526 96	687,633 00
BOARD OF TRANSPORT COMMISSIONERS FOR CANADA					
43-49	Stat.	Salaries of commissioners.....	117,999 84	117,999 84	117,999 84
43-50	80	Administration, operation and maintenance.....	1,500,000 00	1,465,214 37	1,372,610 88
43-50	Stat.	Railway grade crossing fund.....	5,000,000 00	5,000,000 00	5,000,000 00
43-50	82	Amount to be credited to the railway grade crossing fund.....	9,000,000 00	9,000,000 00	100,000 00
43-50	Stat.	Payments to the Canadian Pacific Railway Company and the Canadian National Railway Company equal to the annual cost of maintaining the trackage between specific points, in Ontario, on the transcontinental lines of the said railways in accordance with Chap. 234, Revised Statutes.....	7,000,000 00	7,000,000 00	7,000,000 00
43-51	83	To authorize payment, not exceeding \$2,000,000, from railway grade crossing fund towards the cost of relocating the Canadian Pacific Railway line in Sault Ste Marie.....	1 00		
43-51	84	To provide payments to companies, determined by the Board of Transport Commissioners for Canada, who maintain rates of freight traffic at reduced levels and to reimburse said companies for such diminution in their aggregate gross revenues..	95,600,000 00	87,651,098 81	68,727,510 12
			118,218,000 84	110,234,313 02	82,318,120 84
CANADIAN MARITIME COMMISSION					
43-52	85	Administration of the Commission and the degaussing of Canadian Government ships including assistance towards the cost of ice-breaking in the Miramichi River, N.B.....	445,800 00	353,672 18	343,938 54
43-53	90	Steamship subventions for coastal services.....	9,407,881 00	9,398,103 13	8,291,217 28
43-54	95	Capital subsidies for the construction of commercial and fishing vessels.....	40,541,000 00	40,512,684 16	32,000,000 00
			50,394,681 00	50,264,459 47	40,635,155 82
NATIONAL HARBOURS BOARD					
43-57	100	Advances to National Harbours Board...	2,102,900 00	747,466 55	1,372,326 17
43-59	102	To authorize special assistance to firms displaced as a result of construction of the Saskatchewan Wheat Pool elevator in Vancouver Harbour B C.....	75,000 00	61,532 04	
43-59	103	To authorize expenditures by the National Harbours Board, for certain purposes relating to the Canadian Universal and International Exhibition, Montreal, 1967	4,783,000 00	3,860,601 61	6,204,537 00

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
43-59	104	Payment to the National Harbours Board to be applied in payment of the deficit expected to be incurred in the calendar year 1965 in the operation of the Jacques Cartier Bridge, Montreal Harbour	160,000 00 7,120,900 00	160,000 00 4,829,600 20	7,576,863 17
		THE ST LAWRENCE SEAWAY AUTHORITY			
43-59	105	Operating deficit and capital requirements of canals and works entrusted to the St Lawrence Seaway Authority	2,698,000 00	1,899,563 16	1,867,005 54
43-60	107	Payment to the St Lawrence Seaway Authority in respect of the Welland Canal deficit for the calendar year 1965	8,250,000 00	8,174,573 00	27,073,300 00
43-60	Stat.	Payment to the St Lawrence Seaway Authority of an amount equal to the net proceeds realized from the sale of property	45,446 45 10,993,446 45	45,446 45 10,119,582 61	33,355 84 28,973,661 38
		Total	\$535,387,510 84	\$508,743,513 19	\$466,519,142 74

Salary of Minister, Hon J W Pickersgill, Salaries Act, c.243, R.S., as amended	(1)	\$ 15,000
Motor car allowance to Minister, c. 249, R.S., as amended	(2)	2,000

Hon J W Pickersgill received travelling expenses of \$1,278 charged to Vote 1.

Vote 1 Departmental administration	4,862,900
Vote 1b	118,000
Transfer from Department of Finance Vote 15 contingencies	117,600
	5,098,500
Less—Amount transferred to Department of Defence Production	227,230
	4,871,270
Expenditures	\$ 4,398,106

Departmental administration

	Estimates	Allotments	Expenditures
Salaries and wages	\$ 3,658,850		
Transfer from Department of Finance Vote 15 contingencies	112,600		
	(1) 3,771,450	3,753,450	3,488,381
Overtime	(1) 5,500	12,500	12,399
Allowances	(2) 5,000	5,000	3,571
A Professional and special services	(4) 128,700	208,700	160,554
Travelling and removal expenses	(5) 190,700	230,700	199,966
Freight, express and cartage	(6) 4,470	5,470	5,213
Postage	(7) 13,600	13,600	13,534
Telephones, telegrams and other communication services	(8) 58,200	68,200	65,287
Publication of departmental reports and other informational material	(9) 18,200	18,200	13,323
Advertising and photographs	(10) 5,000	5,000	4,919
Office stationery, supplies and equipment	(11) 478,600	282,600	214,644
Rental of office equipment	(11) 80,000	140,000	100,384
Materials and supplies	(12) 12,850	14,850	13,451
B Acquisition of equipment	(16) 17,500	24,000	23,485
Repairs and upkeep of equipment	(17) 6,000	8,000	7,217
Sundries	(22) 16,400	16,900	14,073
	\$ 4,807,170	\$ 4,807,170	\$ 4,340,401

James A Byrne, Parliamentary Secretary, received travelling expenses of \$44.

A Payments by services with individual payments of \$2,000 or over were:

Computer and data processing contracts \$10,522—Central Data Processing Service Bureau Ottawa \$10,522.

Consultant fees \$6,300—S Wheatcroft London England \$6,300.

Consulting engineers fees \$57,250—Acres Research and Planning Ltd Niagara Falls Ont \$36,073, The Economist Intelligence Unit Ltd London England \$21,177.

Protection services \$11,270—Canadian Corps of Commissionaires Montreal \$11,270.

Technical personnel services \$75,212—Canadian National Railways Montreal \$20,397, The Economist Intelligence Unit Ltd London England \$3,706, W Riddell Vancouver \$6,161, Stevenson & Kellogg Ltd Toronto \$19,238.

B Included transportation equipment \$20,467.

Repairs and expenses in connection with the operation and maintenance of official railway cars under the jurisdiction of the Department

	Estimates	Allotments	Expenditures
Salaries and wages.....\$	28,000		
Transfer from Department of Finance Vote 15 contingencies.....	5,000		
	(1) 33,000	33,000	31,943
Materials and supplies.....	(12) 1,600	4,500	4,402
Repairs and upkeep of equipment.....	(17) 28,300	25,400	20,526
Sundries.....	(22) 1,200	1,200	834
	\$ 64,100	\$ 64,100	\$ 57,705

There are four official railway cars under the jurisdiction of the Department of Transport, two of which are for the use of the Governor General. All expenses in connection with the maintenance and operation of the cars are charged to this appropriation with the exception of commissary supplies provided for other than the Minister of Transport. These supplies are paid for directly by the department whose Ministers have used the official railway cars or by the office of the Governor General. Commissary supplies provided for the Minister of Transport amounted to \$136.

The cars are hauled free of charge by the railways provided they are attached to regular scheduled trains.

Total Vote 1.....	\$ 4,871,270	\$ 4,871,270	\$ 4,398,106
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MARINE SERVICES

Vote 5 Administration, operation and maintenance including fees for membership in the international organizations listed in the details of the Estimates, pensions, grants and contributions as detailed in the Estimates, the payment of expenses, including excepted expenses incurred in respect of Canadian distressed seamen as defined in section 306 of the Canada Shipping Act and, in respect of the Canadian coast guard service, authority to make recoverable advances for transportation, stevedoring and other shipping services performed on behalf of individuals, outside agencies and other governments and authority, notwithstanding section 30 of the Financial Administration Act, to make commitments for the current fiscal year not to exceed a total amount of \$24,689,500.....	41,512,600
Vote 5b To extend the purposes of Transport Vote 5 of the main Estimates, 1965-66, to include contributions and payments, as detailed in these Estimates, in connection with, or towards the costs of repairs, operation or maintenance of certain canal property and facilities transferred pursuant to the Public Lands Grants Act.....	781,000
Vote 5e	210,000
Transfer from Department of Finance Vote 15 contingencies.....	2,649,400
	45,153,000
Less —Amount transferred to Department of Defence Production.....	95,825
	45,057,175
Expenditures	\$44,511,869

Total revenue arising from the above expenditures amounted to \$6,193,700.

Marine services administration, including agencies

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 1,211,345		
Transfer from Department of Finance Vote 15 contingencies.....	150,100		
	(1) 1,361,445	1,257,045	1,249,517
Overtime.....	(1) 10,400	20,400	19,412
Allowances.....	(2) 1,800	2,500	2,422
Travelling and removal expenses.....	(5) 24,900	44,100	44,038
Freight, express and cartage.....	(6) 1,300	1,700	1,682
Postage.....	(7) 7,000	7,000	6,980
Telephones and telegrams.....	(8) 26,300	41,100	41,016
Office stationery, supplies and equipment.....	(11) 16,200	21,700	21,616
Materials and supplies.....	(12) 4,700	3,600	1,377
Municipal or public utility services.....	(19) 2,400	8,300	8,231
Sundries.....	(22) 800	800	711
	\$ 1,457,245	\$ 1,408,245	\$ 1,397,002

Revenue arising from the above expenditures amounted to \$529 and consisted of *Privileges, licences and permits* \$126—rentals \$126; *Proceeds from sales* \$403—publications \$353, miscellaneous sales \$50.

Aids to navigation—Administration, operation and maintenance including fees for membership in the international organizations listed in the details of the Estimates

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 5,188,000		
Transfer from Department of Finance Vote 15 contingencies.....	701,100		
	(1) 5,889,100	5,817,700	5,769,589
Less—Salaries and wages chargeable to manufacturing suspense account.....	(34) 50,000	50,000	42,553
	5,839,100	5,767,700	5,727,036
A Overtime.....	(1) 65,000	106,000	105,880
A Allowances.....	(2) 7,700	7,700	5,793
Lightkeepers' assistants services.....	(4) 118,000	38,900	38,730
Buoy and light maintenance contracts.....	(4) 300,000	239,600	239,563
B Other professional and special services.....	(4) 139,300	179,700	179,671
Travelling and removal expenses.....	(5) 133,900	211,600	183,569
Freight, express and cartage.....	(6) 46,800	48,700	48,649
Postage.....	(7) 6,200	6,200	6,128
Telephones and telegrams.....	(8) 55,000	59,100	59,044
Publication of <i>Notices to Mariners</i> and <i>Lists of Lights</i>	(9) 24,000	35,400	35,313
Advertising.....	(10) 400	1,200	1,192
Office stationery, supplies and equipment.....	(11) 18,600	53,500	53,430
Materials and supplies.....	(12) 841,500	861,200	861,128
Repairs and upkeep of buildings and works.....	(14) 272,000	306,700	306,654
Repairs and upkeep of wharves.....	(14) 27,000	42,700	42,680
Rental of land.....	(15) 7,900	7,900	7,539
Repairs and upkeep of equipment.....	(17) 300,500	338,500	338,092
Municipal or public utility services.....	(19) 106,400	148,100	148,091
Fee for membership in the International Association of Lighthouse Authorities (2000 Swiss francs).....	(20) 500	500	498
Fee for membership in the Permanent International Association of Navigation Congresses.....	(20) 380	380	380
Compensation to the widow of George E Gatza.....	(21) 840	840	
Compensation to Florent Thibeault.....	(21) 317	317	
Unemployment insurance contributions.....	(21) 6,900	7,800	7,742
Sundries.....	(22) 23,763	23,763	23,207
	\$ 8,342,000	\$ 8,494,000	\$ 8,420,009

Revenue arising from the above expenditures amounted to \$1,983,044 and consisted of *Privileges, licences and permits* \$107,283—land rentals \$27,290, water lots rentals \$79,137, sundries \$856; *Proceeds from sales* \$19,771—land \$19,162, sundries \$609; *Services and service fees* \$1,855,983—wharf rental and wharfage \$1,418,539, harbour dues \$437,305, sundries \$139; *Miscellaneous*—\$7.

A This allotment was provided for the payment of the following authorized allowances: (a) special allowance of \$180 per annum to classified employees at Prince Rupert BC and the immediate area; (b) isolated post allowances to employees of the Northwest Territories agency.

B Payments by services with individual payments of \$2,000 or over were:

Pilotage services by contract \$30,530.

Protection services \$111,204—Canadian Corps of Commissionaires Montreal \$111,204.

Technical personnel services \$20,301.

Miscellaneous services \$17,636.

Canals—Administration, operation and maintenance

		Estimates	Allotments	Expenditures
	Salaries and wages			\$ 2,098,960
	Transfer from Department of Finance Vote 15 contingencies			178,000
		(1)	2,276,960	2,182,660
	Overtime	(1)	77,400	87,100
	Allowances—Board	(2)	6,400	6,400
A	Professional and special services	(4)	23,800	23,800
B	Travelling and removal expenses	(5)	29,000	42,900
	Freight, express and cartage	(6)	1,300	1,300
	Postage	(7)	2,100	2,100
	Telephones and telegrams	(8)	17,550	24,650
	Advertising	(10)	1,000	1,000
	Office stationery, supplies and equipment	(11)	11,400	14,000
	Materials and supplies	(12)	54,700	56,700
	Repairs and upkeep of buildings and works	(14)	476,500	429,400
	Rental of buildings and land	(15)	400	2,200
	Repairs and upkeep of equipment	(17)	77,200	78,700
	Municipal or public utility services	(19)	27,000	34,900
	Contribution to the Municipal Corporation of the Parish of St Stanislas-de-Kostka, Quebec, towards cost of maintenance, repair and renewal of the roadway on Hungry Bay dyke	(20)	15,000	15,000
	Contributions to the Corporation of the Town of Trenton, Ontario, towards costs of repair, maintenance, operation and eventual replacement of the swing span of Dundas Street bridge	(20)	350,000	350,000
	Payment to the Province of Quebec in connection with the transfer of the administration and control of the Soulanges canal	(20)	416,000	416,000
	Unemployment insurance contributions	(21)	900	1,800
	Sundries	(22)	2,750	2,750
			\$ 3,867,360	\$ 3,773,360
				\$ 3,701,925

Revenue arising from the above expenditures amounted to \$329,914 and consisted of *Privileges, licences and permits* \$242,436—land rentals \$62,065, water power rentals \$128,136, transmission line privileges \$12,333, living quarters—employees \$34,930, sundries \$4,972; *Proceeds from sales* \$86,029—land \$85,660, sundries \$369; *Services and service fees*—\$1,365; *Miscellaneous*—\$84.

A Represents subsistence allowance of \$40 per month to crews of canal floating equipment.

B Payments by services with individual payments of \$2,000 or over were:

Bridge operation by contract \$9,547.

Protection services \$2,612—Canadian Corps of Commissionaires Montreal \$2,612.

Miscellaneous services \$2,400.

Marine hydraulics including St. Lawrence and Saguenay Rivers Ship Channels—Administration, operation and maintenance

		Estimates	Allotments	Expenditures
	Salaries and wages			\$ 565,270
	Transfer from Department of Finance Vote 15 contingencies			61,300
		(1)	626,570	624,570
				589,382

		Estimates	Allotments	Expenditures
	Overtime	(1) 19,800	50,800	36,004
	Allowances	(2) 30,500	30,500	30,454
A	Professional and special services	(4) 473,000	163,650	127,747
	Travelling expenses	(5) 35,000	57,500	55,509
	Freight, express and cartage	(6) 500	900	900
	Postage	(7) 700	700	677
	Telephones and telegrams	(8) 9,425	15,425	13,825
	Office stationery, supplies and equipment	(11) 6,300	8,100	7,752
	Materials and supplies	(12) 34,000	34,000	31,378
B	Maintenance dredging by contract	(14) 500,000	490,000	488,535
	Repairs and upkeep of buildings and works	(14) 7,000	3,000	2,708
	Repairs and upkeep of equipment	(17) 46,000	66,000	65,871
	Rental of equipment	(18) 35,000	37,500	36,588
	Municipal or public utility services	(19) 4,900	5,200	5,074
	Unemployment insurance contributions	(21) 700	950	802
	Sundries	(22) 1,975	975	490
		\$ 1,831,370	\$ 1,589,770	\$ 1,493,696

This sub-vote was provided mainly to cover cost of maintaining a deep draught navigation channel for ocean-going shipping from deep water about 40 miles below Quebec City to and including the Harbour of Montreal and in the Saguenay River.

A Payments by services with individual payments of \$2,000 or over were:

Aerial and special surveys \$11,081.

Consulting engineers fees \$20,375—H W Lea Ottawa \$20,375.

Protection services \$11,865—Canadian Corps of Commissionaires Montreal \$11,865.

Technical personnel services \$82,711—Laboratoire d'Hydraulique La Salle Ltée La Salle Que \$64,196.

B Expenditures included a payment to Marine Industries Ltd Montreal \$470,211 for maintenance dredging.

Canadian Coast Guard—Administration, operation and maintenance including authority to make recoverable advances for transportation, stevedoring and other shipping services performed on behalf of individuals, outside agencies and other governments and, notwithstanding section 30 of the Financial Administration Act, to make commitments for the current fiscal year not to exceed a total amount of \$24,689,500

		Estimates	Allotments	Expenditures
	Salaries and wages	\$ 9,478,400		
	Transfer from Department of Finance Vote 15 contingencies	1,246,300		
		(1) 10,724,700	10,775,500	10,775,447
	Overtime	(1) 1,450,000	1,791,000	1,790,904
A	Allowances	(2) 78,700	95,700	95,670
B	Professional and special services	(4) 2,580,500	2,098,500	2,098,423
	Travelling expenses	(5) 202,700	235,800	225,110
	Freight, express and cartage	(6) 44,300	23,800	23,688
	Postage	(7) 1,200	1,200	1,114
	Telephones and telegrams	(8) 76,200	86,200	70,412
	Office stationery, supplies and equipment	(11) 32,500	46,000	45,996
	Fuel	(12) 2,400,500	2,150,500	2,149,623
	Other materials and supplies	(12) 2,077,300	2,802,900	2,609,591
	Repairs and upkeep of buildings and works	(14) 22,700	22,700	2,829
C	Repairs and upkeep of equipment	(17) 3,955,600	3,770,200	3,769,112
D	Charter of vessels for northern transportation	(18) 1,845,000	1,815,300	1,491,420
	Municipal or public utility services	(19) 203,800	173,000	66,482
	Unemployment insurance contributions	(21) 52,500	52,500	45,701
	Sundries	(22) 187,600	187,600	106,845
		25,935,800	26,128,400	25,368,367
	Less—Amount recoverable for transportation, stevedoring and other shipping services including \$564,300 from the Department of National Defence and \$230,000 from other government departments	(34) 794,300	794,300	292,853
		\$25,141,500	\$25,334,100	\$25,075,514

This sub-vote was provided for the administration, operation and maintenance of the Canadian Coast Guard Service including headquarters administration, technical assistance at various locations across Canada and the Canadian Coast Guard College at Point Edward Naval Base, Sydney, Nova Scotia. This service is responsible for the design and construction of new vessels and for the refit, conversion and repair of all departmental floating equipment along with the operation and maintenance of all vessels engaged in: (a) distribution of material and supplies required for the establishment and maintenance of lighthouses, lights, fog-alarms, breakwaters, etc.; (b) maintenance of weather station P; (c) icebreaking and ice patrols; (d) transportation of all goods and supplies to Arctic stations of government agencies and departments, re-supply operations of the joint weather stations, Mid-Canada and Dew Line sites, and the transportation to and lighterage of cargo for Frobisher Bay, N.W.T.; (e) cable repair service for charter to Canadian overseas telecommunications.

Revenue arising from the above expenditures amounted to \$2,334,940 and consisted of *Privileges, licences and permits*—\$6,077; *Proceeds from sales*—\$139; *Services and service fees* \$2,328,703—freight charges on cargoes to Northern Canada received from the Government of the United States of America, contractors, etc., \$2,323,043, sundries \$5,660; *Miscellaneous*—\$21.

A This allotment was provided for the payment of the following authorized allowances:

- (a) Subsistence allowance of \$40 per month to each full time employee at life saving stations.
- (b) "Shore Board" allowances of reasonable actual costs of meals and lodging may be paid to ships' officers and \$3 per day for rations and \$4 per night for quarters to ships' crews upon submission of vouchers indicating that the lodging was secured outside the regular domicile of the employee.
- (c) Isolation allowances are payable to the crews of Pacific weatherships at \$30 per month while the ships are at sea, provided that the crews remain on the station for a five week period.
- (d) Special allowances of \$2 per day, in addition to basic salary, to any ships' officer acting as supervisor of work in connection with floating equipment.

B Payments by services with individual payments of \$2,000 or over were:

Cleaning services by contract \$99,577.

Pilotage fees \$19,003.

Stevedoring services \$1,906,799—Eastern Canada Stevedoring Co Ltd Montreal \$1,854,316, Wolfe Stevedores Ltd Montreal \$52,483.

Technical personnel services \$73,044—Canadian Westinghouse Co Ltd Don Mills Ont \$3,000.

C Payments for repairs to marine service steamers and barges included CCGS *N B McLean* Canadian Vickers Ltd Montreal \$151,979, CCGS *Wolfe* Saint John Shipbuilding and Dry Dock Co Ltd Saint John N B \$106,485.

D Payments for charter of vessels for northern transportation included: Branch Lines Ltd Sorel Que \$670,851, Chimo Shipping Ltd St John's \$172,266, Federal Commerce and Navigation Co Ltd Montreal \$376,225, Trans-World Shipping Ltd Montreal \$254,349.

Further details are contained in the following distribution of expenditures which was maintained during the fiscal year under authority of Treasury Board.

	Allotments	Expenditures
Headquarters—Administration	812,755	806,963
Agencies:		
St John's	1,458,984	1,448,166
Charlottetown	857,244	847,348
Dartmouth	4,493,816	4,468,148
Saint John	983,101	934,278
Quebec	4,512,724	4,491,776
Sorel	601,595	596,440
Prescott	887,403	880,665
Parry Sound	737,357	728,721
Victoria	2,112,375	2,097,922
Prince Rupert	388,769	364,066
Fort Smith	233,645	227,391
Ship Channel Service—St Lawrence and Saguenay rivers	1,286,036	1,282,791
Repairs and upkeep of equipment	2,229,000	2,228,921
Northern transportation	4,261,350	3,704,756
Coast Guard College	267,246	260,015
	26,128,400	25,368,367
Less—Amount recoverable for transportation, stevedoring and other shipping services including \$564,300 from the Department of National Defence and \$230,000 from other government departments	794,300	292,853
	<u>\$25,334,100</u>	<u>\$25,075,514</u>

Marine regulations including pilotage and marine reporting services—Administration, operation and maintenance including grants and contributions as detailed in the Estimates and the payment of expenses, including excepted expenses, incurred in respect of Canadian distressed seamen as defined in section 306 of the Canada Shipping Act

NAUTICAL

		Estimates	Allotments	Expenditures
Salaries and wages	\$ 407,000			
Transfer from Department of Finance Vote 15 contingencies	20,300			
		(1) 427,300	396,500	396,418
Overtime		(1) 1,500	2,000	1,910
Allowances		(2) 1,500	1,200	1,128
A Professional and special services		(4) 16,000	84,400	84,301
Travelling expenses		(5) 25,000	35,900	35,827
Freight, express and cartage		(6) 600	600	578
Postage		(7) 2,000	2,000	1,968
Telephones, telegrams and cables		(8) 7,500	9,400	9,345
Publication of the <i>List of Shipping</i>		(9) 1,000	300	275
Office stationery, supplies and equipment		(11) 17,000	27,500	27,470
Materials and supplies		(12) 1,300	3,500	3,441
Repairs and upkeep of equipment		(17) 1,000	800	795
Grants and contributions—				
Institutions assisting sailors—				
Welland Canal Mission for Sailors	(20) 300	300	300	300
Mission to Seamen, Toronto	(20) 300	300	300	300
Navy League of Canada, Sydney, N S	(20) 200	200	200	200
Seamen's Mission Society, Saint John, N B	(20) 200	200	200	200
Catholic Sailors' Club, Saint John, N B	(20) 200	200	200	200
Catholic Sailors' Club, Montreal	(20) 200	200	200	200
Montreal Seamen's Institute, Montreal	(20) 200	200	200	200
Montreal Sailors' Hostel, Montreal	(20) 200	200	200	200
Mission to Seamen, Vancouver	(20) 200	200	200	200
North Vancouver Branch of the Missions to Seamen, North Vancouver, BC	(20) 200	200	200	200
British Sailors' Society (Canada)	(20) 10,000	10,000	10,000	10,000
Canada's share of the cost of the North Atlantic ice patrol	(20) 500	500	500	500
Repatriation expenses of distressed Canadian merchant seamen	(22) 2,000	100		
Sundries	(22) 1,500	1,000		908
		517,900	577,900	577,064

Revenue arising from the above expenditures amounted to \$137,176 and consisted of *Privileges, licences and permits* \$38,121—marine registry fees \$20,387, nautical examination fees \$16,994, sundries \$740; *Proceeds from sales* —\$3,869; *Services and service fees* \$91,928—port warden fees \$76,381, shipping masters fees \$11,935, sundries \$3,612; *Miscellaneous* \$3,258—fines and forfeitures \$3,242, sundries \$16.

A Payments by services with individual payments of \$2,000 or over were:

Investigations into wrecks \$61,028—J A Anderson Montreal \$2,662, Angus Stonehouse and Co Ltd Toronto \$18,966, C A Cannon Quebec \$2,295, C Delaney Montreal \$4,639, Holden, Hutchison, Cliff, McMaster, Meighen and Minion Montreal \$3,039; G Rousseau Ste Foy Que \$2,136, Senecal & Stairs Montreal \$7,062.

Legal fees \$22,620—P Bourque Montreal \$7,096, B Deschenes Montreal \$9,952, K C MacKay Montreal \$5,572.

PILOTAGE

		Estimates	Allotments	Expenditures
Salaries and wages	\$ 1,405,000			
Transfer from Department of Finance Vote 15 contingencies	100,400			
		(1) 1,505,400	1,608,100	1,607,793
Overtime	\$ 40,000			
Transfer from Department of Finance Vote 15 contingencies	90,000			
		(1) 130,000	35,900	35,838
A Allowances		(2) 39,100	33,500	33,476

		Estimates	Allotments	Expenditures
B	Professional and special services	(4) 5,000	9,600	9,529
	Travelling and removal expenses	(5) 54,000	78,000	77,941
	Freight, express and cartage	(6) 2,000	900	877
	Postage	(7) 2,100	2,200	2,120
	Telephones, telegrams and teletype	(8) 65,700	65,300	65,291
	Publication of revised by-laws of certain pilotage districts	(9) 2,000	200	127
	Advertising	(10) 300	16,700	16,635
	Office stationery, supplies and equipment	(11) 10,000	9,700	9,631
	Materials and supplies	(12) 45,000	42,300	42,286
	Repairs and upkeep of buildings and works	(14) 15,000	3,000	2,896
	Rental of buildings and works	(15) 2,500	1,200	1,102
	Repairs and upkeep of equipment	(17) 90,000	102,800	102,714
	Rental of equipment	(18) 45,000	45,100	45,038
	Municipal or public utility services	(19) 6,000	6,400	6,354
	Unemployment insurance contributions	(21) 500	100	71
	Sundries	(22) 7,000	600	543
		2,026,600	2,061,600	2,060,262

Revenue arising from the above expenditures amounted to \$1,161,832 and consisted of *Privileges, licences and permits*—\$885; *Services and service fees* \$1,160,936—pilotage fees—Goose Bay Labrador \$12,460, Port Arthur—Sarnia Pilotage District No 3 \$44,657, Port Weller—Sarnia Pilotage District No 2 \$728,742, pilot boat fees \$288,252, pilotage administration and operation expenses \$86,825; *Miscellaneous*—\$11.

A Included payment of \$600 to C S Poole and Marie Poole representing an award of \$50 per month by the Merchant Seamen's Compensation Board to the parents of Ward D Poole who lost his life when Pilot Boat No. 1 was sunk as a result of a collision with the SS *Fort Avalon*. (Under authority of TB 574915 March 8, 1961, this award is reduced to \$25 per month upon the death of either said parents).

B Payments by services with individual payments of \$2,000 or over were:

Cleaning services by contract \$6,654.

Miscellaneous services \$2,875.

STEAMSHIP INSPECTION

		Estimates	Allotments	Expenditures
	Salaries and wages	\$ 1,156,000		
	Transfer from Department of Finance Vote 15 contingencies	101,900		
		(1) 1,257,900	1,257,900	1,229,791
A	Professional and special services	(4) 397,000	311,500	311,450
	Travelling and removal expenses	(5) 125,000	155,300	153,645
	Freight, express and cartage	(6) 3,000	3,000	2,071
	Postage	(7) 1,500	1,600	1,523
	Telephones and telegrams	(8) 21,000	27,400	27,337
	Publication of steamship inspection regulations and other informational material pertaining to safety in vessel operations	(9) 30,000	22,000	21,897
	Exhibits, advertising and displays	(10) 1,000	1,000	447
	Office stationery, supplies and equipment	(11) 18,000	23,000	22,959
	Materials and supplies	(12) 4,000	7,800	7,771
	Training and refresher courses for inspectors	(22) 3,000	100	15
B	Apprenticeship training program	(22) 9,000	2,800	2,708
	Sundries	(22) 1,600	3,600	3,583
		1,872,000	1,817,000	1,785,197

Revenue arising from the above expenditures amounted to \$246,265 and consisted of *Privileges, licences and permits* \$22,705—marine engineers' examination fees \$5,818, small vessel regulations—boat capacity plates \$16,887; *Proceeds from sales*—\$376; *Services and service fees* \$209,141—steamship inspection annual fees \$154,885, incidental fees \$40,413, sundries \$13,843; *Miscellaneous* \$14,043—fines, Canada Shipping Act Regulations \$13,957, sundries \$86.

A Payments by services with individual payments of \$2,000 or over were:

Legal fees \$3,283.

Salvaging oil barges \$175,112—*Contract: McKenzie Barge & Derrick Co Ltd Vancouver \$455,112, expenditure \$175,112, to date \$435,112 including holdbacks \$8,998.

*Awarded through the Department of Public Works.

B To help alleviate the shortage of qualified marine engineers and ship inspectors, PC 1956-24/1216 August 9, 1956, as amended, authorized the department to initiate an apprenticeship training program and to enter into agreements with shipyards in Nova Scotia, Quebec, Ontario and British Columbia for the training of boys. The department is to reimburse the shipyards a percentage of the wages paid to the trainees, to pay tuition fees and to supply tools, drawing instruments, text books, etc.

Total marine regulations—Administration, operation and maintenance.....	\$ 4,416,500	\$ 4,456,500	\$ 4,422,523
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The following is a comparative statement of expenditures by activities:

	1965-66	1964-65
Nautical.....	564,864	434,855
Grants and contributions—		
Institutions assisting sailors—		
Welland Canal Mission for sailors.....	300	300
Mission to Seamen, Toronto.....	300	300
Navy League of Canada, Sydney, N S.....	200	200
Seamen's Mission Society, Saint John, N B.....	200	200
Catholic Sailors' Club, Saint John, N B.....	200	200
Catholic Sailors' Club, Montreal.....	200	200
Montreal Seamen's Institute, Montreal.....	200	200
Montreal Sailors' Hostel, Montreal.....	200	200
Mission to Seamen, Vancouver.....	200	200
North Vancouver Branch of the Missions to Seamen, North Vancouver, B C.....	200	200
British Sailors' Society (Canada).....	10,000	10,000
Pilotage.....	2,060,262	1,736,484
Steamship Inspection.....	1,785,197	1,623,932
	<u>\$ 4,422,523</u>	<u>\$ 3,807,471</u>

Amount required to pay pensions at the rate of \$300 per annum to former pilots: Raoul Lachance; Jules Lamarre; Wilhelm Langlois; Auguste Santerre

	Estimates	Allotments	Expenditures
Pensions..... (21)	\$ 1,200	\$ 1,200	\$ 1,200
Total Vote 5.....	<u>\$45,057,175</u>	<u>\$45,057,175</u>	<u>\$44,511,869</u>

Vote 8b To authorize in accordance with such terms and conditions as the Governor in Council may prescribe, the transfer of the assets and administration of the pension fund of the British Columbia pilotage district established under the Canada Shipping Act, 1934 to such person as the Governor in Council may approve, and to authorize the investment of the assets of the pension fund, subject to the terms and conditions of the transfer, in such manner as may be determined by agreement between the person to whom the transfer is made and the Corporation of the British Columbia Coast Pilots (22) \$1

Vote 10 Construction or acquisition of buildings, works, land, vessels and equipment including payments to provinces or municipalities as contributions towards construction done by those bodies and to authorize, in respect to aids to navigation, notwithstanding section 30 of the Financial Administration Act, the making of commitments for the current fiscal year not exceeding a total amount of \$6,699,400

Expenditures..... 42,155,000
\$39,977,809

*Aids to navigation—Construction or acquisition of buildings, works,
land and equipment*

	Estimates	Allotments	Expenditures
A Construction or acquisition of buildings, works and land	5,172,500	5,452,500	4,184,863
St John's agency			
Cape Bonavista—			
Light tower			
Contract (1964-65): Benson Builders Ltd \$126,376, expenditure \$79,182 of which \$58,942 was charged to the project immediately following, to date \$126,376 including holdbacks \$3,310 (amends reporting in public accounts, 1964-65).			
Two single dwellings			
Contract (1964-65): Benson Builders Ltd, for details see project above.			
Cape St Mary's Nfd—new road			
*Contract: All Sales Equipment Contracting Ltd \$130,822, expenditure \$130,822 including holdbacks \$2,000.			
Charlottetown agency			
Agency depot—stores building			
*Contract: Modern Construction Ltd \$643,964, expenditure \$97,154 including holdbacks \$4,858.			
Items under \$15,000			
*Contract (1961-62) for agency wharf construction: Northern Construction Co and J W Stewart Ltd \$1,681,983, expenditure \$12,343, to date \$1,681,983 (final).			
Saint John agency			
Agency depot—wharf surfacing			
Payment of \$20,000 was made to the City of Saint John N B for acquisition of land.			
Quebec agency			
Agency depot—Queen's wharf reconstruction			
*Contract (1963-64): Auguste A Albert \$265,223, expenditure \$83,676, to date \$265,223 (final).			
Prince Rupert agency			
Agency depot—office, stores and shops buildings			
*Contract (1964-65): West Construction Ltd \$644,002, expenditure \$518,384, to date \$627,879.			
Total construction or acquisition of buildings, works and land	(13) 5,172,500	5,452,500	4,184,863
B Construction or acquisition of equipment	(16) 1,526,900	2,063,400	1,936,364
	6,699,400	7,515,900	6,121,227
Less—Anticipated lapses	(34) 849,400	849,400	
	\$ 5,850,000	\$ 6,666,500	\$ 6,121,227

*Awarded through the Department of Public Works.

A Included: *architects fees* \$22,499—Lalonde Valois Lemarre Valois & Associates Montreal \$22,499; *consultants fees* \$44,144—Acres Atlantic Ltd Saint John N B \$4,631, Birmingham and Wood Vancouver \$11,709, Laurie A Coles & Associates Charlottetown \$17,879, Deleuw Cather & Co St John's \$5,426, Seaboard Construction Ltd St John's \$4,499.

B Included: furniture and furnishings \$10,011, maintenance equipment \$241,603, marine equipment \$1,024,054, transportation equipment \$59,244.

STATEMENT OF EXPENDITURES AND REVENUES BY AGENCIES

	Expenditures				Revenues	
	Administration, operation and maintenance		Construction and improvements		1965-66	1964-65
	1965-66	1964-65	1965-66	1964-65		
Headquarters—Administration.....	442,709	269,370		1,044	21,006	14,904
Agencies:						
St John's.....	1,259,329	836,123	815,115	444,502	95,394	102,695
Charlottetown.....	515,293	695,825	560,118	387,773	220,592	132,243
Dartmouth.....	1,099,466	954,319	775,709	718,786	94,466	194,554
Saint John.....	831,505	676,728	534,269	333,869	60,680	49,106
Quebec.....	1,319,544	1,164,382	642,349	421,132	612,653	653,480
Sorel.....	459,063	432,697	244,712	144,963	82,613	67,375
Prescott.....	662,692	576,847	569,648	217,927	406,577	484,729
Parry Sound.....	608,940	536,590	545,729	344,023	133,449	120,032
Kenora sub-agency.....	33,529	29,091	26,808	6,760	2,448	6,427
Selkirk sub-agency.....	46,595	39,821	26,779	30,107	1,792	922
Victoria.....	743,287	602,763	467,026	311,296	206,528	165,342
Prince Rupert.....	341,959	316,148	771,887	230,568	39,914	35,515
Fort Smith NWT.....	55,220	50,863	141,078	108,130	4,932	4,527
Contributions to the International Association of Lighthouse Authorities and to the Permanent International Association of Navigation Congresses.....	878	880				
Removal of obstruction in navigable waters.....		33				
Repairs and upkeep of wharves.....		25,342				
	<u>\$ 8,420,009</u>	<u>\$ 7,207,822</u>	<u>\$ 6,121,227</u>	<u>\$ 3,700,880</u>	<u>\$ 1,983,044*</u>	<u>\$ 2,031,851</u>

*The principal sources of revenue are detailed under aids to navigation Vote 5.

Canals—Construction or acquisition of buildings, works, land and equipment including payments to provinces or municipalities as contributions towards construction done by those bodies

	Estimates	Allotments	Expenditures
A Construction or acquisition of buildings, works and land	4,551,500	5,141,500	4,302,886
Quebec canals			
Carillon canal—tie up facilities			
Contract (1964-65): Pentagon Construction Co Ltd \$139,972, expenditure \$30,402, to date \$139,972 including holdbacks \$2,000.			
St Ours canal—pre-engineering studies for new dam			
Contract: Surveyer, Nenniger & Chenevert Inc \$220,000, expenditure \$88,352.			
Ste Anne canal—rebuild lower entrance wall			
Contract: Grant-Mills Ltd \$281,712, expenditure \$248,979 including holdbacks \$12,449.			
Rideau canal Ont			
Beveridges Ont—rehabilitate and repair lock walls and install new steel gates			
Contract: W D Laflamme Ltd \$162,696, expenditure \$44,267 including holdbacks \$2,213.			
Newboro Ont—electrify and install new steel gates			
Contract: E A Crain Construction Ltd and The Alexander Fleck Ltd \$208,351, expenditure \$142,814 including holdbacks \$7,141.			

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Trent and Murray canals				
Fenelon Falls Ont—				
Contribution to Department of Highways, Ontario, towards construction of new bridge				
Payment of \$50,000 was made to the Department of Highways, Ontario.				
New lock to replace existing flight locks				
Contract (1961-62): Canadian Dredge and Dock Co Ltd \$471,086, expenditure \$52,995, to date \$471,086 (final).				
Kirkfield Ont—rehabilitation of lift lock				
Contract (1962-63) for preparation of specifications and supervise reconstruction of hydraulic locks: H G Acres & Co Ltd \$397,712, expenditure \$143,323 of which \$18,852 was charged to Peterborough Ont lift lock further on in this sub-vote, to date \$397,711 (amends reporting in public accounts 1964-65).				
Contract (1964-65) for rehabilitation of steel-work: Dominion Bridge Co Ltd \$171,739, expenditure \$3,714, to date \$171,739 (final).				
Contract for mechanical rehabilitation of lock: Newcon Construction Ltd \$1,609,750, expenditure \$1,263,840 including holdbacks \$126,384.				
Lindsay Ont—contribution to the Town of Lindsay to construct a new high level fixed span bridge at Wellington street crossing				
Payment of \$70,000 was made to the Town of Lindsay Ont.				
Peterborough Ont—				
Rehabilitation of lift lock—phase II				
Contract (1964-65) for mechanical rehabilitation of hydraulic lift lock: Dominion Bridge Co Ltd \$843,090, expenditure \$290,001, to date \$809,029 including holdbacks \$40,451.				
New bridge—				
Contract (1964-65) for installation of new swing bridge: Dominion Steel and Coal Corporation Ltd \$137,148, expenditure \$93,148, to date \$137,148 including holdbacks \$6,857.				
Swift Rapids Ont—new lock				
Contract (1964-65) for design, supply and installation of navigation lock gates: Canadian Vickers Ltd \$567,663, expenditure \$54,691, to date \$567,663 including holdbacks \$14,716.				
Contract (1963-64) for construction of a new navigation lock: McNamara Construction of Ontario Ltd \$2,051,385, expenditure \$333,768, to date \$2,051,385 including holdbacks \$5,200.				
Total construction or acquisition of buildings, works and land				
	(13)	4,551,500	5,141,500	4,302,886
B Construction or acquisition of equipment.....	(16)	308,500	592,700	495,912
		\$ 4,860,000	\$ 5,734,200	\$ 4,798,798
A Included: consulting engineers fees \$21,370—Ian Martin Associates Ltd Toronto \$10,884, Surveyer, Nenniger & Chenevert Inc Montreal \$10,486.				
B Included: maintenance equipment \$147,549, marine equipment \$185,727, transportation equipment \$32,552.				

STATEMENT OF EXPENDITURES AND REVENUES BY CANALS

	Expenditures				Revenues	
	Administration, operation and maintenance		Construction and improvements			
	1965-66	1964-65	1965-66	1964-65	1965-66	1964-65
Headquarters.....	149,748	118,069			1	4,951
Nova Scotia canals.....	165,382	141,711	53,680	49,359	1,781	2,520
Quebec canals						
Headquarters.....	600,997	568,924	161,585	319,207	7	17
Beauharnois canal (old)...					49,842	48,858
Carillon canal.....			105,961	112,819	1,137	1,187
Chambly canal.....			144,512		25,710	14,737
St Ours canal.....			255,652	29,963	682	798
Ste Anne canal.....			332,856		1,879	1,764
Soulanges canal.....					687	2,661
Ontario canals						
Rideau canal.....	719,293	661,929	659,738	217,340	72,276	54,490
Trent and Murray canals.	1,285,505	1,074,983	3,084,814	3,702,959	175,912	190,358
Contributions and payments in connection with or to- wards the cost of repairs, operation or maintenance of certain canal property and facilities transferred pursuant to the Public Lands Grants Act.....	781,000					
	<u>\$ 3,701,925</u>	<u>\$ 2,565,616</u>	<u>\$ 4,798,798</u>	<u>\$ 4,431,647</u>	<u>\$ 329,914*</u>	<u>\$ 322,341</u>

*The principal sources of revenue are detailed under canals Vote 5.

*Marine hydraulics including St Lawrence and Saguenay Rivers Ship Channels—
Construction or acquisition of buildings, works, land and equipment*

	Estimates	Allotments	Expenditures
Contract dredging—St Lawrence Ship Channel.....	3,560,000	3,776,000	3,730,974
Contract (1964-65) (unit price) dredging in the area of Batiscan to Cap a la Roche Que: Marine Industries Ltd \$1,693,750, expenditure \$618,663, to date \$1,636,125 including holdbacks \$83,434.			
Contract (unit price) dredging below Jacques Cartier Bridge Montreal: Marine Industries Ltd \$383,400, expenditure \$379,140.			
Contract (unit price) dredging in the area of Pointe aux Trembles and Cap St Michel Que: Marine Industries Ltd \$6,970,000, expenditure \$1,757,120 including holdbacks \$92,480.			
Contract (unit price) dredging between Lake St Peter and Trois-Rivieres Que: McNamara Marine Ltd \$945,000, expenditure \$807,500 including holdbacks \$42,500.			
Contract dredging—Saguenay River.....	50,000	50,000	
A Construction or acquisition of buildings, works and land	539,000	623,000	622,563
Extension to hydraulic laboratory and additional scale model			
Contract (lump sum) for construction and testing models laboratory at Ville La Salle Que: La Salle Hydraulic Laboratory Ltd \$116,680, expenditure \$75,600 including holdbacks \$8,400.			

	Estimates	Allotments	Expenditures
Contract (lump sum) for construction of models building at Ville La Salle Que: Leonard J Weber Construction Co \$271,900, expenditure \$253,850 including holdbacks \$13,361.			
Sorel Islands Que—Reconstruction of stonefilled weirs Contract (unit price) submerging weirs at Sorel Islands Que: Turnbull Construction Inc \$182,590, expenditure \$141,228 including holdbacks \$7,433.			
	(13) 4,149,000	4,449,000	4,353,537
B Construction or acquisition of equipment.....	(16) 146,000	146,000	85,038
	\$ 4,295,000	\$ 4,595,000	\$ 4,438,575
A Included: consulting engineers fees \$22,924—Lalonde Valois Lamarre Valois & Associates Montreal \$22,924.			
B Included: maintenance equipment \$17,121, scientific equipment \$67,642.			

*Canadian Coast Guard—Construction
or acquisition of ships and equipment*

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings, works and land		875,000	792,230
Point Edward—Alterations to naval buildings for use as CCGS college			
Contract (lump sum and unit price) for renovations to buildings: Chappells Ltd \$335,558, expenditure \$273,971 including holdbacks \$1,000.			
Contract (lump sum and unit price) for renovations to existing building for cadet accommodation and canteen: Chappells Ltd \$160,126, expenditure \$160,126 including holdbacks \$100.			
Contract (lump sum and unit price) for renovations to buildings: Stephen's Construction Ltd \$153,787, expenditure \$59,696 including holdbacks \$2,985.			
Total construction or acquisition of buildings, works and land.....	(13)	875,000	792,230
Triple screw icebreaker (estimated cost \$19,500,000)...	7,775,000	4,096,946	4,096,946
Expenditures on this project to date were \$8,215,653.			
Contract (lump sum) for building and launching two landing barges: Canadian Shipbuilding and Engineering Ltd \$275,271, expenditure \$137,636.			
Contract (1964-65 lump sum plus escalation) for the construction of the vessel: Canadian Vickers Ltd \$19,694,076, expenditure \$3,938,815, to date \$7,877,630.			
A Cable repair vessel and icebreaker (estimated cost \$8,650,000).....	1,450,000	1,432,104	1,432,104
Expenditures on this project to date were \$8,865,180.			
Contract (1962-63 lump sum plus escalation) for the construction of the vessel: Canadian Vickers Ltd \$8,711,647, expenditure \$1,412,317 to date \$8,711,647 (final).			
Two weatherships, west coast (replacements for <i>Stonetown</i> and <i>St. Catharines</i>) (estimated cost \$23,000,000)	7,750,000	9,574,575	9,574,575
Expenditures on this project to date were \$19,056,751.			
Contract (1963-64 lump sum and escalation) for the construction of the CCGS <i>Vancouver</i> : Burrard Dry Dock Co Ltd \$10,727,279, expenditure \$3,724,588, to date \$9,673,762.			
Contract (1964-65 lump sum and escalation) for the construction of the CCGS <i>Quadra</i> : Burrard Dry Dock Co Ltd \$10,921,033, expenditure \$4,368,413, to date \$7,644,723.			

	Estimates	Allotments	Expenditures
Contract (lump sum and contingency allowance) for supply of two sets of radar equipment: Sperry Gyro-scope Co division of Sperry Rand Corp \$2,119,138, expenditure \$990,842.			
Contract (lump sum) for supply of gyrocompasses: Sperry Piedmont Co division of Sperry Rand Corp \$158,583, expenditure \$107,346.			
Icebreaking supply and buoy vessel—Replacement <i>Ches-terfield</i> and <i>Saurel</i> (estimated cost \$4,900,000)	1,776,000	1,580,039	1,580,039
Expenditures on this project to date were \$2,132,005.			
Contract (1964-65 lump sum and escalation) for the construction of the vessel: Davie Shipbuilding Ltd \$5,266,786, expenditure \$1,580,036, to date \$2,106,715.			
A Icebreaker, supply and buoy vessel—Gulf of St Lawrence (estimated cost \$9,900,000)	2,664,000	2,057,709	2,057,709
Contract (lump sum and escalation) for the construc-tion of the vessel: Canadian Vickers Ltd \$10,230,847, expenditure \$2,046,169.			
A Tender, St John's, Nfld—Replacement <i>Sea Beacon</i> (esti-mated cost \$800,000)	390,000	27,956	27,956
Supply and buoy vessel Prescott Ont agency—Replace-ment <i>Grenville</i> (estimated cost \$2,700,000)	1,125,000		
Supply and buoy vessel Sorel Que agency—Replacement <i>Safeguarder</i> (estimated cost \$2,700,000)	900,000	289,037	289,037
Contract (lump sum and escalation): Port Weller Dry Docks Ltd \$2,890,373, expenditure \$289,037.			
A Sounding vessel for Sorel Que agency—Replacement <i>Frontenac</i> (estimated cost \$2,000,000)	720,000	699,189	699,189
Contract (lump sum) for the construction of the vessel: Canadian Shipbuilding and Engineering Ltd \$2,323,962, expenditure \$697,189.			
A Plans and specifications, research and associated profes-sional services for ships to meet future requirements	300,000	267,423	267,423
Contract (fee and expenses) for design, plans and speci-fications for construction of search and rescue vessels: Gilmore German & Milne \$116,000, expen-diture \$86,452.			
Alterations and additions to existing vessels	1,000,000	897,563	897,563
Contract (lump sum) for the installation of stabiliza-tion system in the CCGS <i>John A Macdonald</i> : Saint John Shipbuilding and Dry Dock Co Ltd \$181,256, expenditure \$181,256 (final).			
Construction or acquisition of equipment	650,000	2,309,425	2,309,425
Contract for purchase of three model 47J2A helicop-ters: Bell Helicopter Co \$231,431, expenditure \$231,431 (final).			
Contract for purchase of three SE3160 Alouette III helicopters: Sud Aviation Co \$1,069,274, expendi-ture \$635,688, to date \$904,522 (amends reporting in public accounts 1964-65).			
Contract for purchase of one twin turbine helicopter: United Aircraft of Canada Ltd \$1,294,198, expendi-ture \$1,113,573.			
Unallotted		287,334	
Total construction or acquisition of equip-ment	(16) 26,500,000	23,519,300	23,231,966*
	\$26,500,000	\$24,394,300	\$24,024,196

A Included: architects fees \$134,804—G T R Campbell & Co Montreal \$71,760, Gilmore German & Milne Montreal \$61,044, John Gray Kingston Ont \$2,000; consulting engineers fees \$140,146—John J McMullen Associates Inc New York NY USA \$132,158, John Sloss Glasgow Scotland \$7,988.

*Included: marine equipment \$20,914,525, helicopter and spares \$2,079,508.

*Marine regulations including pilotage and marine reporting services—
Construction or acquisition of buildings, works, land and equipment*

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
NAUTICAL				
	Construction or acquisition of equipment.....	45,000		
A	Items under \$15,000.....		45,000	18,839
	Total nautical services..... (16)	<u>45,000</u>	<u>45,000</u>	<u>18,839</u>
PILOTAGE				
	Construction or acquisition of buildings, works and land (13)	65,000	89,500	64,340
B	Construction or acquisition of equipment..... (16)	340,000	190,500	104,667
	Total pilotage services.....	<u>405,000</u>	<u>280,000</u>	<u>169,007</u>
STEAMSHIP INSPECTION				
C	Construction or acquisition of buildings, works and land	200,000	440,000	407,167
	Clarenville Nfld—marine haul-out			
	*Contract for construction of marine haul-out: Diamond Construction (1961) Ltd \$344,057, expenditure \$324,402.			
	Lewisporte Nfld—marine haul-out			
	*Contract for construction of marine haul-out: M & T Construction Company Ltd \$405,930, expenditure \$28,425, to date \$405,930 (final).			
	Marystown Nfld—marine haul-out			
	*Contract for construction of marine haul-out: J Philip V Vaughan & Associates Ltd \$220,000, expenditure \$19,523.			
	Total steamship inspection..... (13)	<u>200,000</u>	<u>440,000</u>	<u>407,167</u>
	Total marine regulations—Construction or acquisition.....	<u>\$ 650,000</u>	<u>\$ 765,000</u>	<u>\$ 595,013</u>
*Awarded through the Department of Public Works.				
A	Included: marine equipment \$3,867, scientific equipment \$10,922, transportation equipment \$2,388.			
B	Included: marine equipment \$28,753 and scientific equipment \$61,100 of which architects fees were \$39,281—B C Glass Hulls Ltd Vancouver \$7,914, Gilmore German & Milne Montreal \$11,037, John J McMullen Associates Inc New York NY USA \$20,330.			
C	Included consulting engineers fees \$34,776—Crandall Dry Dock & Engineers Inc Cambridge Mass USA \$10,542, R J Noah and Associates St John's \$16,695, Terra Nova Engineering Ltd St John's \$7,539.			
	Total Vote 10.....	<u>\$42,155,000</u>	<u>\$42,155,000</u>	<u>\$39,977,809</u>

RAILWAYS AND STEAMSHIPS

Vote 15 Payments to the Canadian National Railway Company (hereinafter called the Company) upon applications approved by the Minister of Transport made by the Company to the Minister of Finance, to be applied by the Company in payment of the deficits, certified by the auditors of the Company, arising in the operations in the calendar year 1965 in respect of the following services: Newfoundland ferry and terminals; Prince Edward Island car ferry and terminals; Yarmouth, NS—Bar Harbour, Maine, USA ferry service.....

Vote 15e.....	14,778,400
	<u>2,000,000</u>
	<u>16,778,400</u>
Expenditures.....	<u>\$16,576,460</u>

Payments to the Canadian National Railway Company (hereinafter called the Company) upon applications approved by the Minister of Transport made by the Company to the Minister of Finance, to be applied by the Company in payment of the deficits certified by the auditors of the Company, arising in the operations in the calendar year 1965—Newfoundland ferry and terminals

	Estimates	Allotments	Expenditures
Payments.....	(33)\$12,259,600	\$12,459,600	\$12,368,009

This sub-vote was provided for the payment of the deficit incurred by the Canadian National Railways in the operation, for the department, of the Newfoundland ferry service between North Sydney, N S and Port aux Basques, and other ports in Newfoundland. For the period from January 1 to December 31, 1965, the operating expenditures amounted to \$16,753,463 and the revenues to \$4,385,454 resulting in a deficit of \$12,368,009.

Payments to the Canadian National Railway Company (hereinafter called the Company) upon applications approved by the Minister of Transport made by the Company to the Minister of Finance, to be applied by the Company in payment of the deficits, certified by the auditors of the Company, arising in the operations in the calendar year 1965—Prince Edward Island car ferry and terminals

	Estimates	Allotments	Expenditures
Payments.....	(33)\$ 4,236,000	\$ 4,236,000	\$ 4,208,451

This sub-vote was provided for the payment of the deficit incurred by the Canadian National Railways in the operation, for the department, of the Prince Edward Island car ferry service between Tormentine N B and Borden P E I. For the period from January 1 to December 31, 1965, the operating expenditures amounted to \$5,377,910 and the revenues to \$1,169,459 resulting in a deficit of \$4,208,451.

Yarmouth, Nova Scotia—Bar Harbour, Maine, USA ferry service—Deficit, 1965

	Estimates	Allotments	Expenditures
Payments.....	(33)\$ 282,800	\$ 82,800	

This sub-vote was provided for the payment of any deficit which may have been incurred by the Canadian National Railways in the operation, for the department, of the ferry service between Yarmouth, NS and Bar Harbour, Maine, USA. For the period from January 1 to December 31, 1965, the operating revenues totalled \$1,619,648 and expenditures \$1,600,513 resulting in a profit of \$19,135 which was credited to miscellaneous revenue.

Total Vote 15.....	\$16,778,400	\$16,778,400	\$16,576,460
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Vote 20 Construction or acquisition of buildings, works and land, dock and terminal facilities, and of vessels and related equipment as listed in the details of the Estimates provided that Treasury Board may increase or decrease the amounts within the Vote to be expended on individually listed projects.....	20,065,600
Vote 20b To extend the purposes of Transport Vote 20 of the main Estimates, 1965-66, to include repairs and improvements to terminal facilities owned by Newfoundland.....	8,582,500
	28,648,100
Expenditures.....	\$23,835,008

The variation between the appropriation and expenditure charged thereto is attributed mainly to: (1) unforeseen delays in letting of ships construction contracts \$1,633,000, (2) delay in conversion of vessel due to limited supply of mechanical components \$1,560,000, (3) reduction in anticipated cost of importation dues \$700,000, (4) various projects not reaching expected stage of completion \$800,000.

*Newfoundland Coastal Services—Construction or acquisition
of passenger-cargo vessels and equipment and harbour facilities*

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings, works and land (13)	\$ 52,000	\$ 202,000	\$ 179,496

Payment of \$126,443 was made to the Canadian National Railways for erection of a paper-shed wharf at St John's.

Construction or acquisition of ferry vessels and equipment as listed in the details of the Estimates, provided that Treasury Board may increase or decrease the amount within the vote to be expended upon individually listed projects

	Estimates	Allotments	Expenditures
Ferry vessel for service between North Sydney, N S and Argentia Nfld.	4,950,000	4,950,000	4,729,974
Contract (lump sum) (1964-65) for construction of a twin screw diesel electric icebreaker, truck, auto and passenger ferry: Marine Industries Ltd \$11,779,240, expenditure \$4,711,696, to date \$8,245,468.			
A Ferry vessel for freight service between North Sydney N S and Port aux Basques Nfld.	4,000,000	3,900,000	2,266,835
Contract (lump sum) for one twin screw diesel train and truck ferry: Davie Shipbuilding Ltd \$11,275,381, expenditure \$2,228,822.			
B Ferry vessel for the Prince Edward Island car ferry service.	4,200,000	2,330,000	1,589,715
Contract (lump sum) (1964-65) for construction of one ice-breaking ferry: Canadian Vickers Ltd \$13,198,633, expenditure \$24,000, to date \$1,319,124. All moneys received by Canadian Vickers Ltd under the contract were refunded to the department and subsequently paid to Marine Industries Ltd. Under authority of TB 647463 October 29, 1965 the contract was transferred to Marine Industries Ltd, expenditure \$1,320,603, plus Canadian Vickers Ltd refund of \$1,319,124, to date \$2,639,727.			
Contract (release) for administrative overhead lost in transfer of above contract: Canadian Vickers Ltd \$200,000 expenditure \$200,000 (final).			
C Ferry vessel <i>New Grand Haven</i> —Alterations.	500,000	1,010,000	989,368
Contract (cost plus) (1964-65) for conversion and repair of the ferry vessel: Marine Industries Ltd \$2,505,599, expenditure \$904,904, to date \$2,505,599 (final).			
D Ferry vessel <i>Bluenose</i> —Improvements.	100,000	100,000	58,430
Ferry vessel for the Twillingate—New World Island, Newfoundland service	57,000	97,000	93,152
Ferry vessel <i>Pelee Islander</i> —Additions and betterments.	20,000	20,000	10,380
E Ferry vessel for "Newfoundland 1966" project.	8,582,500	8,582,500	7,020,811
Contract (lump sum) for purchase of the twin screw auto-car ferry vessel <i>Prins Bertil</i> : A/B Bonnierforetagen (Sweden) \$5,150,000, expenditure \$5,150,000 (final).			
Contract (lump sum) for conversion of the motor vessel <i>Leif Eiriksson</i> ex <i>Prins Bertil</i> : Saint John Shipbuilding and Dry Dock Co Ltd \$750,000, expenditure \$380,500.			
(16)	\$22,409,500	\$20,989,500	\$16,758,665

A Included consulting architects and engineers fees \$37,800—John J McMullen Associates Inc New York USA.

B Included model construction and testing \$27,935—G T R Campbell and Co Montreal.

C Included caretaking services \$13,718—Marine Industries Ltd Sorel Que.

D Included consulting architects and engineers fees \$19,310—John J McMullen Associates Inc New York USA.

E Included navigation of vessel to Canadian port \$88,600—A E Sheppard and Co Ltd London England; architects and engineers fees \$14,234—John J McMullen Associates Inc New York USA.

*Construction of dock and terminal facilities
at Port aux Basques, Newfoundland*

		Estimates	Allotments	Expenditures
A	Construction or acquisition of buildings, works and land. (13)	1,120,000	3,320,000	3,176,007
	*Contract for construction of dock and terminal facilities—phase 1: McNamara Construction of Nfld Ltd \$3,427,164, expenditure \$1,450,362 including holdbacks \$66,713.			
	*Contract for consultants fees: Whitman, Benn and Associates \$700,000, expenditure \$445,437, to date \$596,684.			
B	Construction or acquisition of equipment (16)	79,300	89,300	83,760
		<u>\$ 1,199,300</u>	<u>\$ 3,409,300</u>	<u>\$ 3,259,767</u>

Expenditures on this project to date were \$10,064,654.

*Awarded through the Department of Public Works.

A Included: consultant fees \$3,345—Imperial Oil Ltd Leaside Ont, surveyors fees \$2,627—Canning & Shortall Ltd St John's.

B Under authority of P.C. 4271, August 22, 1951, the Canadian National Railways was appointed agent of Her Majesty to carry out certain portions of the work and to make payments thereunder subject to reimbursement by Her Majesty. Payments to the company in the current year were \$1,357,140 which included \$83,760 for equipment and \$1,273,380 for (A) above, to date \$3,716,091.

*Construction of dock and terminal facilities at
North Sydney, Nova Scotia and Argentina, Newfoundland*

		Estimates	Allotments	Expenditures
	Construction or acquisition of buildings, works and land. . . . (13)	4,875,000	3,875,000	3,317,419
	*Contract (1964-65) for terminal development of public wharf at North Sydney N S: T C Gorman (Nova Scotia) Ltd \$668,367, expenditure \$517,462, to date \$570,975 including holdbacks \$28,549.			
	*Contract for terminal development of Canadian National Railways loading ramp at North Sydney N S: T C Gorman (Nova Scotia) Ltd \$376,269, expenditure \$151,372 including holdbacks \$7,569.			
	*Contract for terminal development for Argentina ferry at North Sydney N S: T C Gorman (Nova Scotia) Ltd \$2,117,741, expenditure \$13,443 including holdbacks \$672.			
	*Contract (1963-64) for designing plans and specifications in construction of ferry terminal at North Sydney N S: McNamara Engineering Ltd \$434,000, expenditure \$147,300, to date \$356,995.			
	*Contract for construction of new ferry facilities, dock and transfer bridge at North Sydney N S: McNamara Construction of Nfld Ltd \$1,940,599, expenditure \$628,902 including holdbacks \$31,445.			
	*Contract for grading and drainage of Argentina Nfld access road: M A Rose & Son Ltd \$3,040,640, expenditure \$1,377,377 including holdbacks \$68,867.			
	*Contract for designing plans and specifications of ferry terminal at Argentina Nfld: Whitman, Benn and Associates \$241,000, expenditure \$84,494, to date \$170,320.			
	Payments for acquisition of land at North Sydney N S were: Estate of Julia Andrea \$15,000, Harry and Anna Blufarb \$30,000, Natural Sea Products \$42,000.			
	Construction or acquisition of equipment (16)	79,300	89,300	83,705
		<u>\$ 4,954,300</u>	<u>\$ 3,964,300</u>	<u>\$ 3,401,124</u>

*Awarded through the Department of Public Works.

*Prince Edward Island car ferry and terminals—Construction or
acquisition of buildings, works, land and equipment*

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings, works and land	110,000	160,000	129,903
Borden PEI			
Alterations to docking berth			
Payment of \$54,888 was made to the Canadian National Railways.			
Ancillary services			
Payment of \$10,457 was made to the Canadian National Railways.			
Changes to existing pier			
*Contract (1963-64) for Canadian National Railways ferry terminal extension: McNamara Construction of Nova Scotia Ltd \$1,238,012, expenditure \$8,257, to date \$1,137,737 including holdbacks \$55,115.			
*Contract (1962-63) for consultants fees: Whitman, Benn and Associates \$129,000, expenditure \$1,219, to date \$127,606.			
Cape Tormentine N B—Changes to existing docking berth			
Payment of \$54,391 was made to the Canadian National Railways.			

(13)	\$ 110,000	\$ 160,000	\$ 129,903
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*Awarded through the Department of Public Works.

*Bell Island-Portugal Cove, Newfoundland, ferry service—Repairs and
improvements to terminal facilities owned by Newfoundland*

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings, works and land	255,000	255,000	99,010
*Contract for repairs and improvements: M A Rose & Son Ltd \$290,605, expenditure \$98,849 including holdbacks \$4,942.			

(13)	\$ 255,000	\$ 255,000	\$ 99,010
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*Awarded through the Department of Public Works.

*Ogden Point Pier "A", Victoria, British Columbia—Construction or
acquisition of buildings, works and land*

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings, works and land	(13) \$ 10,000	\$ 10,000	\$ 7,043
	28,990,100	28,990,100	23,835,008
Less—Funds available in main Estimates 1965-66	(34) 342,000	342,000	
Total Vote 20	<u>\$28,648,100</u>	<u>\$28,648,100</u>	<u>\$23,835,008</u>

Vote 25 Payments in respect of the Maritime Freight Rates Act and for supplemental pension allowances to railway employees in the amounts and subject to the terms specified in the sub-vote titles listed in the details of the Estimates . . .	15,140,000
Vote 25b To extend the purposes of Transport Vote 25 of the main Estimates for 1965-66 to include payments to provinces as contributions, as detailed in the Estimates, to assist highway construction related to the abandonment of railway branch lines	1,250,000
Vote 25d To extend the purposes of Transport Vote 25 of the main Estimates for 1965-66 to include the grants detailed in these Estimates	7,000
Vote 25e	1
	<u>16,397,001</u>
Expenditures	<u>\$15,768,999</u>

Maritime Freight Rates Act—Payment to the railway companies operating in the select territory designated by the Act, of the difference occurring on account of the application of the Act, between the tariff tolls and normal tolls under approved tariffs (estimated and certified to the Minister of Transport by the Canadian National Railway Company and approved by auditors of the said Company respecting the Eastern Lines of the Canadian National Railways and in the case of the other railways by the Board of Transport Commissioners for Canada) on all traffic moved during the calendar year 1965

	Estimates	Allotments	Expenditures
Canadian National Railway Company	12,850,000	12,850,000	12,850,000
Canada and Gulf Terminal Railway	40,000	40,000	27,327
Canadian Pacific Railway Company	925,000	925,000	818,313
Dominion Atlantic Railway	420,000	420,000	370,402
Cumberland Railway Company	760,000	760,000	699,211
Grand Falls Central Railway Company	315,000	315,000	289,443
(20)	<u>\$15,310,000</u>	<u>\$15,310,000</u>	<u>\$15,054,696</u>

Railway employees' provident fund—To supplement pension allowances under the Intercolonial and Prince Edward Island Railway Employees' Provident Fund Act so as to make the minimum allowance payable in the calendar year 1965 \$30 per month instead of \$20 per month as fixed by the said Act

	Estimates	Allotments	Expenditures
Pensions	(20) \$ 6,000	\$ 6,000	\$ 5,171

Supplemental pension allowances to former employees of Newfoundland railways, steamships and telecommunications services transferred to Canadian National Railways

	Estimates	Allotments	Expenditures
Allowances	(21) \$ 253,000	\$ 253,000	\$ 252,132

Contribution to the Province of New Brunswick towards the cost of construction or rebuilding of the Moncton-Buctouche highway related to the abandonment of the CNR Buctouche branch line

	Estimates	Allotments	Expenditures
Contribution	(20) \$ 1,250,000	\$ 1,250,000	\$ 450,000

Grants in aid of transportation research

	Estimates	Allotments	Expenditures
Grants	(20) \$ 7,000	\$ 7,000	\$ 7,000

Less—Funds available in main Estimates 1965-66	(34)	16,826,000	16,826,000	15,768,999
		428,999	428,999	

Total Vote 25		<u>\$16,397,001</u>	<u>\$16,397,001</u>	<u>\$15,768,999</u>
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Vote 27e Canadian National Railways Deficit, 1965—Amount required to provide for payment to the Canadian National Railway Company (hereinafter called the Company) upon applications approved by the Minister of Transport, made by the Company to the Minister of Finance, and to be applied by the Company in payment of the system deficit (certified by the auditors of the Company) arising in the calendar year 1965, subject to recovery therefrom of accountable advances made to the Company from the Consolidated Revenue Fund.....

Expenditures	(33)	<u>\$33,414,884</u>
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34,718,000

Payments to the Canadian National Railway Company in respect of the termination of the collection of tolls on the Victoria Bridge, Montreal (Vote 107, Appropriation Act, No. 5, 1963)	(20) \$ 805,495
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Subsidy in respect of the construction of a line of railway at or near Grimshaw, in the Province of Alberta, to Great Slave Lake in the Northwest Territories (Chap. 56, Statutes of 1960-61)	(20) \$ 9,666,000
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AIR SERVICES

Vote 30 Administration, operation and maintenance including the administration of the Aeronautics Act and regulations issued thereunder, the administration of the Radio Act and regulations issued thereunder, Canada's share of the costs of the international radio, telegraph and telephone organizations listed in the details of the Estimates, Canada's assessment for membership in the world meteorological organization, \$110,000 for grants in aid of meteorological research in Canadian universities and Canada's share of the cost of the world meteorological organization symposium on design of hydrometeorological networks	97,637,700
Vote 30b To extend the purposes of Transport Vote 30 of the main Estimates for 1965-66 to include the payment of \$7,276 to the town of Peace River, Alberta, as an airport operating subsidy for the period October 23, 1963 to March 31, 1964, and the gifts detailed in the Estimates and to provide a further amount of	319,900
Vote 30d To extend the purposes of Transport Vote 30 of the main Estimates for 1965-66 to include the grant detailed in these Estimates	1
Transfer from Department of Finance Vote 15 contingencies	3,527,500
	101,485,101
Less—Amount transferred to Department of Defence Production	169,098
	101,316,003
Expenditures	\$ 99,017,135

Total revenue arising from the above expenditures amounted to \$28,897,552.

Expenditures included ex-gratia payments of \$100 or over as follows:

Particulars and payee	Authority	Amount
Overcontribution to the Unemployment Insurance Fund	P.C. 1965-36/1596 Sept. 2, 1965	
Aime Boucher		\$ 209
Armand Boucher		135
G Bouthillier		212
L Boyer		202
V Charron		211
R Claude		184
C Daoust		214
J R Daoust		210
A Deltorchio		214
J A Deltorchio		203
A Deschamps		172
A Dumoulin		202
L Gagnon		216
P Gatien		255
J A Goulet		208
J P Jasmin		204
J A Kieran		290
D Laframboise		204
L Lagace		199
A Lagrange		216
J A J M Lapalme		211

A Lapointe.....	212
R Leblanc.....	202
P E Legault.....	228
R Leroux.....	202
G L'Heureux.....	210
A Lortie.....	225
J Lukachuk.....	208
L Lymburner.....	180
O F Marchand.....	230
W Marchand.....	203
R Martin.....	289
H Meunier.....	260
C Paquin.....	214
G J J Proulx.....	164
R Rheaume.....	214
R Robillard.....	212
A Robinson.....	238
J Rousse.....	214
J Rozon.....	210
A St-Aubin.....	212
G Silver.....	210
J P Tisseur.....	288
R (J A R) Turcot.....	178
H Viau.....	211
A Wilson.....	201
A Wood.....	212
Overcontribution to the Unemployment Insurance Fund	P.C. 1966-15/1 Jan. 5, 1966
J O A Levesque.....	121
R V MacEachern.....	104
Compensation for facsimile circuit system between Quebec and Trois Rivières, Que, no longer required by the Department of National Defence.	
Canadian National Telecommunications	P.C. 1966-18/147 Jan. 31, 1966
	255
	<u>\$ 10,478</u>

Air services administration

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 2,137,767		
Transfer from Department of Finance Vote 15 contingencies.....	71,900		
	(1) 2,209,667	2,136,267	2,072,415
Allowances.....	(2) 9,800	9,800	9,355
Travelling and removal expenses.....	(5) 42,100	66,100	65,344
Freight, express and cartage.....	(6) 1,065	5,065	4,605
Postage.....	(7) 2,700	2,700	2,681
Telephones, telegrams and other communication services....	(8) 17,340	27,340	26,872
Office stationery, supplies and equipment.....	(11) 17,885	45,885	44,119
Materials and supplies.....	(12) 1,000	5,000	4,507
Rental of buildings.....	(15) 1,400	1,400	1,353
Repairs and upkeep of equipment.....	(17) 2,000	2,000	1,362
Unemployment insurance contributions.....	(21) 100	500	312
Sundries.....	(22) 1,045	4,045	3,636
	<u>\$ 2,306,102</u>	<u>\$ 2,306,102</u>	<u>\$ 2,236,561</u>

Revenue arising from the above expenditures amounted to \$8,550 and consisted of *Privileges, licences and permits* \$126—rentals \$126; *Miscellaneous*—\$8,424.

Further details are contained in the following distribution of expenditures which was maintained during the fiscal year under authority of Treasury Board.

	Allotments	Expenditures
Headquarters—Administration.....	348,085	328,360
Regions:		
Moncton.....	296,655	295,862
Montreal.....	412,018	396,957
Toronto.....	272,400	259,677
Winnipeg.....	300,292	293,142
Edmonton.....	363,220	350,779
Vancouver.....	313,432	311,784
	<u>\$ 2,306,102</u>	<u>\$ 2,236,561</u>

Construction services administration

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 3,835,000		
Transfer from Department of Finance Vote 15 contingencies.....	134,600		
	(1) 3,969,600	3,853,800	3,822,809
Overtime.....	(1) 10,000	105,000	100,598
Allowances.....	(2) 15,000	5,000	3,330
Professional and special services.....	(4) 3,000	3,000	1,750
Travelling and removal expenses.....	(5) 330,000	405,000	404,366
Freight, express and cartage.....	(6) 5,300	5,800	5,424
Postage.....	(7) 2,900	2,900	2,796
Telephones and telegrams.....	(8) 37,500	40,500	39,761
Office stationery, supplies and equipment.....	(11) 59,500	81,500	80,519
Materials and supplies.....	(12) 52,500	52,500	50,790
Repairs and upkeep of equipment.....	(17) 37,500	27,500	27,096
Municipal or public utility services.....	(19) 3,700	3,700	3,088
Sundries.....	(22) 2,300	2,600	2,543
	<u>\$ 4,528,800</u>	<u>\$ 4,588,800</u>	<u>\$ 4,544,870</u>

Revenue arising from the above expenditures amounted to \$1,074 and consisted of *Privileges, licences and permits* \$874—rentals \$874; *Miscellaneous*—\$200.

Control of civil aviation including the administration of the Aeronautics Act and regulations issued thereunder

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 3,771,500		
Transfer from Department of Finance Vote 15 contingencies.....	211,400		
	(1) 3,982,900	3,952,900	3,825,171
Overtime.....	(1) 127,600	157,600	154,583
Allowances.....	(2) 111,500	111,500	99,052
A Professional and special services.....	(4) 38,100	73,100	71,057
Travelling and removal expenses.....	(5) 233,800	233,800	281,701
Freight, express and cartage.....	(6) 32,300	32,300	29,604
Postage.....	(7) 5,400	5,400	5,374
Telephones and telegrams.....	(8) 35,700	46,700	45,033
Publication of informational material.....	(9) 47,200	77,200	76,362
Office stationery, supplies and equipment.....	(11) 48,000	49,000	48,038
Materials and supplies.....	(12) 626,800	648,800	646,714
Repairs and upkeep of buildings and works.....	(14) 300	300	187
Rental of buildings.....	(15) 45,500	45,500	42,638
Repairs and upkeep of equipment.....	(17) 1,059,900	855,600	823,314

		Estimates	Allotments	Expenditures
Rental of equipment	(18)	19,700	64,700	63,215
Municipal or public utility services	(19)	3,900	4,200	3,992
Unemployment insurance contributions	(21)	200	200	160
Sundries	(22)	30,400	40,400	40,007
		<u>\$ 6,449,200</u>	<u>\$ 6,449,200</u>	<u>\$ 6,256,202</u>

Revenue arising from the above expenditures amounted to \$220,303 and consisted of *Privileges, licences and permits* \$169,729—aircraft registration certificates \$29,105, airworthiness certificates \$65,550, aviation personnel licenses \$49,408, rentals—office and shop space, other buildings \$18,724, sundries \$6,942; *Proceeds from sales*—\$3,359; *Services and service fees* \$39,722—fees for use of aircraft \$36,784, sundries \$2,938; *Miscellaneous* \$7,493—fines and forfeitures \$7,438, sundries \$55.

A Payments by services with individual payments of \$2,000 or over were:

Cleaning services by contract \$4,282.

Consultant fees \$4,615—Robertson Lane Perrett Frankish & Estey Toronto \$3,411.

Legal fees \$1,890.

Technical services \$54,289—McGill University Montreal \$15,000.

The following is a comparative statement of expenditures and revenues by regions etc:

	Expenditures		Revenues	
	1965-66	1964-65	1965-66	1964-65
Headquarters—Administration	3,878,549	4,567,353	59,965	28,474
Regions:				
Moncton	351,549	306,295	7,624	6,746
Montreal	386,852	371,495	29,300	20,765
Toronto	434,208	378,245	48,370	40,358
Winnipeg	368,089	304,071	28,323	25,868
Edmonton	369,245	321,240	23,785	24,119
Vancouver	467,710	422,602	22,936	17,566
	<u>\$ 6,256,202</u>	<u>\$ 6,671,301</u>	<u>\$ 220,303</u>	<u>\$ 163,896</u>

Further details are contained in the following distribution of expenditures which was maintained during the fiscal year under authority of Treasury Board.

	Allotments	Expenditures
Headquarters—Administration	3,888,915	3,878,549
Regions:		
Moncton	429,420	351,549
Montreal	415,860	386,852
Toronto	454,870	434,208
Winnipeg	397,610	368,089
Edmonton	386,000	369,245
Vancouver	476,525	467,710
	<u>\$ 6,449,200</u>	<u>\$ 6,256,202</u>

Airports and other ground services—Operation and maintenance

	Estimates	Allotments	Expenditures
Salaries and wages	\$11,451,000		
Transfer from Department of Finance Vote 15 contingencies	1,039,100		
	(1) 12,490,100	12,440,100	12,436,009
Overtime	\$ 427,800		
Transfer from Department of Finance Vote 15 contingencies	6,000		
	(1) 433,800	633,800	623,322

		Estimates	Allotments	Expenditures
Allowances	\$ 319,200			
Transfer from Department of Finance Vote 15 contingencies	8,000			
		(2)	327,200	427,200
A Corps of Commissionaires services		(4)	84,900	106,900
A Cleaning services by contract		(4)	1,806,600	1,156,600
A Other professional and special services		(4)	2,302,500	2,542,500
Travelling and removal expenses		(5)	495,400	527,400
Transportation of employees by contract		(5)	72,000	72,000
Freight, express and cartage		(6)	339,000	339,000
Postage		(7)	19,500	20,000
Telephones and telegrams		(8)	128,200	140,200
Advertising		(10)	5,300	11,300
Office stationery, supplies and equipment		(11)	92,200	92,200
Materials and supplies		(12)	2,342,300	1,992,300
Repairs and upkeep of buildings and works		(14)	2,118,600	2,138,600
Rental of buildings and land		(15)	9,300	29,300
Repairs and upkeep of equipment		(17)	859,100	919,100
Rental of equipment		(18)	30,700	61,700
Municipal or public utility services		(19)	2,776,800	2,576,800
B Subsidies towards operation of municipal or other airports		(20)	167,300	208,300
Unemployment insurance contributions		(21)	21,500	30,500
C Deficit incurred in the management and operation of certain facilities at airports		(22)	217,000	173,500
Sundries		(22)	128,700	128,700
			\$26,768,000	\$26,768,000
				\$26,449,205

Revenue arising from the above expenditures amounted to \$23,808,362 and consisted of *Privileges, licences and permits* \$11,078,618—aircraft parking—outside (including dead storage) \$167,888, car parking meters \$267,240, concessions \$6,030,380, observation-roof turnstiles \$143,108, registration fee for mobile equipment for aircraft fuelling \$108,608, rental \$4,359,388, sundries \$2,006; *Proceeds from sales* \$965,828—electric power \$346,593, gasoline and oil \$233,025, heat \$81,660, land \$20,007, steam \$82,971, water \$192,237, sundries \$9,335; *Services and service fees* \$11,599,015—aircraft landing fees \$10,664,051, garbage disposal \$32,411, joint user terminal facilities charge \$619,871, mess receipts \$99,141, porter service \$51,673, sundries \$131,868; *Miscellaneous* \$164,901—fines, Transport Act \$66,771, sundries \$98,130.

A Payments by services with individual payments of \$2,000 or over were:

Air terminal operations by contract \$56,319—Air Canada Winnipeg \$15,000.

Cleaning services by contract \$1,161,978—American Building Maintenance Co of Canada Toronto \$270,149, Nationwide Interior Maintenance Co Ltd Montreal \$235,024, Sanco Ltd Ottawa \$96,090.

Consulting engineers fees \$6,422—Ian Martin Associates Ltd Toronto \$3,668, Wiggs, Walford, Frost & Lindsay Ltd Montreal \$2,054.

Contract employment \$52,001.

Legal fees \$13,043—C W Clement Edmonton \$5,178, H L Schnailbert Montreal \$3,159.

Medical, dental, optical and hospital services \$9,324.

Operation and maintenance of airports and air facilities by contract \$1,122,273—Tower Foundation Joint Venture Montreal \$1,122,273.

Police protection services by R C M P \$842,640.

Protection services \$105,486—Canadian Corps of Commissionaires Montreal \$105,486.

Service charges for collection of landing and parking fees \$80,977.

Snow removal \$163,319—Leo Tremblay Transport Inc & Bourget Equipment Inc \$96,428.

Technical services \$168,348.

B Subsidies towards the cost of airport operation and maintenance were made under authority of individual Orders in Council to the following: City of Brandon Man \$33,680, The Corporation of the Village of Campbell River B C \$13,201, Castlegar Municipal Airport Castlegar B C \$4,000, La Corporation du Comte de Charlevoix Est Que \$2,422, Corporation of the Town of Dauphin Man \$14,476, City of Dawson Creek B C \$4,000, Eldorado Mining and Refining Ltd Edmonton \$6,369, Town of Flin Flon Man \$20,036, Ville de Forestville Que \$2,806, City of Kelowna B C \$15,060, Government District of Lynn Lake Man \$4,278, Town of Peace River Alta \$16,912, City of Prince Albert Sask \$10,468, La Cite de Riviere-du-Loup Que \$12,954, City of Rouyn Que \$4,000, Rouyn Municipal Airport Rouyn Que \$10,052, Saint John Municipal Airport Commission Saint John N B \$16,163, Corporation of the Town of Trenton N S \$7,347, Government of Yukon Territory Whitehorse Yukon \$9,824.

C Included a deficit of \$56,746 at Frobisher Bay airport N W T for facilities under the management of Nationwide Food Service Ltd Toronto. Disbursements totalled \$379,110 including management fees of \$27,823 for the period March 1, 1965 to February 28, 1966 and receipts were \$322,364.

The following is a comparative statement of expenditures and revenues by regions etc:

	Expenditures		Revenues	
	1965-66	1964-65	1965-66	1964-65
Headquarters—Administration.....	645,324	607,889	454	
Gander, Newfoundland.....			1,000,794	1,672,844
Regions:				
Moncton.....	4,860,181	3,664,344	1,474,493	1,201,106
Montreal.....	5,279,811	5,608,342	8,439,250	8,675,817
Toronto.....	5,190,417	4,674,216	6,992,808	6,067,639
Winnipeg.....	4,063,050	3,407,222	2,467,942	1,826,706
Edmonton.....	3,909,688	3,892,579	1,306,373	1,263,288
Vancouver.....	2,500,734	2,259,109	2,126,248	1,733,337
	<u>\$26,449,205</u>	<u>\$24,113,701</u>	<u>\$23,808,362</u>	<u>\$22,440,737</u>

Further details are contained in the following distribution of expenditures which was maintained during the fiscal year under authority of Treasury Board.

	Allotments	Expenditures
Headquarters—Administration.....	705,100	645,324
Regions:		
Moncton.....	4,860,510	4,860,181
Montreal.....	5,389,240	5,279,811
Toronto.....	5,214,350	5,190,417
Winnipeg.....	4,074,200	4,063,050
Edmonton.....	4,012,800	3,909,688
Vancouver.....	2,511,800	2,500,734
	<u>\$26,768,000</u>	<u>\$26,449,205</u>

Air traffic control

	Estimates	Allotments	Expenditures
Salaries and wages.....	(1) 7,774,700	7,634,700	7,602,239
Overtime.....	(1) 66,300	201,300	199,317
Allowances.....	(2) 134,000	139,000	138,242
A Professional and special services.....	(4) 16,200	16,200	4,345
Travelling, transportation and removal expenses.....	(5) 262,000	262,000	211,669
Freight, express and cartage.....	(6) 8,300	8,300	3,464
Postage.....	(7) 2,100	2,200	2,117
Telephones, telegrams and cables.....	(8) 72,700	72,700	60,034
B Telephone and telegraph communication networks leased for air traffic control.....	(8) 1,711,700	1,643,600	1,396,068
Office stationery, supplies and equipment.....	(11) 35,000	40,000	39,373
Materials and supplies.....	(12) 27,400	27,400	14,494
Repairs and upkeep of buildings and works.....	(14) 3,400	6,400	5,823
Rental of buildings.....	(15) 13,500	13,500	5,982
Repairs and upkeep of equipment.....	(17) 15,500	15,500	11,611
Municipal or public utility services.....	(19) 47,400	47,400	5,268
Unemployment insurance contributions.....	(21) 700	700	165
Sundries.....	(22) 67,800	67,800	8,503
	<u>\$10,258,700</u>	<u>\$10,198,700</u>	<u>\$ 9,708,714</u>

Revenue arising from the above expenditures amounted to \$293 and consisted of *Services and service fees* \$197—school transportation fees \$197; *Miscellaneous*—\$96.

A Payments by services with individual payments of \$2,000 or over were:
Cleaning services by contract \$3,666—Dustbane Enterprises Ltd Ottawa \$1,970.

B Included payments to: The Bell Telephone Company of Canada \$116,167, Canadian National Railways \$710,989, Canadian Pacific Railway Company \$345,928.

Further details are contained in the following distribution of expenditures which was maintained during the fiscal year under authority of Treasury Board.

	Allotments	Expenditures
Headquarters—Administration.....	2,348,465	2,171,044
Regions:		
Moncton.....	2,181,820	2,031,894
Montreal.....	1,141,625	1,118,363
Toronto.....	1,522,710	1,508,592
Winnipeg.....	1,329,725	1,266,926
Edmonton.....	906,045	853,736
Vancouver.....	768,310	758,159
	<u>\$10,198,700</u>	<u>\$ 9,708,714</u>

*Radio aids to air and marine navigation—Administration,
operation and maintenance*

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$13,835,000		
Transfer from Department of Finance Vote 15 contingencies.....	1,089,500		
	(1) 14,924,500	14,669,500	14,494,580
Less—Amount recoverable from the United States Coast Guard for operation of loran stations at Cape Race and St Anthony Nfld.....	(34) 169,000	169,000	
	14,755,500	14,500,500	14,494,580
Overtime.....	(1) 850,000	1,450,000	1,444,757
Allowances.....	(2) 712,500	637,500	608,288
Operation of facilities by contract.....	(4) 55,300	67,300	67,240
A Other professional and special services.....	(4) 240,200	240,200	217,974
Travelling, transportation and removal expenses.....	(5) 752,100	872,100	870,004
Freight, express and cartage.....	(6) 388,000	238,000	216,857
Postage.....	(7) 14,200	14,300	14,271
Telephones, telegrams and local communication services.....	(8) 484,700	604,700	601,192
Communication networks—			
B Air operations teletype network.....	(8) 1,315,100	1,120,100	979,889
C Tape relay and off-net systems.....	(8) 772,100	692,100	686,179
Other communication circuits.....	(8) 377,600	377,600	275,999
Office stationery, supplies and equipment.....	(11) 156,700	196,700	193,343
Materials and supplies.....	(12) 736,000	626,000	606,752
Repairs and upkeep of buildings and works.....	(14) 1,887,100	1,704,500	1,665,902
Rental of land and buildings.....	(15) 47,800	57,800	56,607
Repairs and upkeep of equipment.....	(17) 277,500	417,500	416,230
Municipal or public utility services.....	(19) 821,400	821,400	748,332
Unemployment insurance contributions.....	(21) 3,700	4,200	4,145
Sundries.....	(22) 150,600	155,600	154,626
	<u>\$24,798,100</u>	<u>\$24,798,100</u>	<u>\$24,323,167</u>

Revenue arising from the above expenditures amounted to \$2,411,484 and consisted of *Privileges, licences and permits* \$512,766—rental—space, control lines and power \$55,534; living quarters—employees \$435,686, sundries \$21,546; *Proceeds from sales* \$123,599—electric power \$25,099, land \$98,108, sundries \$392; *Services and service fees* \$1,774,013—air ground radio service \$1,392,599, commercial message tolls \$328,780, sundries \$52,634; *Miscellaneous*—\$1,106.

A Payments by services with individual payments of \$2,000 or over were:

Cleaning services by contract \$36,474.

Engineering fees \$3,154—Montreal Engineering Co Ltd Montreal \$3,154.

Snow removal \$16,469.

Technical personnel services \$142,634—Canadian Marconi Co St Laurent Que \$17,124, Fleet Manufacturing Ltd Fort Erie Ont \$24,687.

B Included: Canadian National Railways \$589,056, Canadian Overseas Telecommunication Corporation \$170,353, Canadian Pacific Railway Company \$186,385.

C Payment was made to the Canadian National Railways.

The following is a comparative statement of expenditures and revenues by regions etc:

	Expenditures		Revenues	
	1965-66	1964-65	1965-66	1964-65
Headquarters—Administration.....	2,489,618	1,989,802	325,228	287,000
Communication networks.....	1,942,068	1,641,495		
Gander, Nfld.....			846,940	528,158
Regions:				
Moncton.....	4,938,884	4,101,354	373,434	323,006
Montreal.....	3,251,200	3,566,730	150,784	475,366
Toronto.....	2,693,588	2,299,312	42,515	45,693
Winnipeg.....	2,969,541	2,588,030	223,393	183,793
Edmonton.....	3,524,070	3,149,903	228,153	251,059
Vancouver.....	2,514,198	2,215,722	221,037	210,056
	<u>\$24,323,167</u>	<u>\$21,552,348</u>	<u>\$ 2,411,484</u>	<u>\$ 2,304,131</u>

Further details are contained in the following distribution of expenditures which was maintained during the fiscal year under authority of Treasury Board.

	Allotments	Expenditures
Headquarters—Administration.....	2,499,500	2,489,618
Communication networks.....	2,189,800	1,942,068
Regions:		
Moncton.....	4,981,226	4,938,884
Montreal.....	3,355,604	3,251,200
Toronto.....	2,700,836	2,693,588
Winnipeg.....	2,976,703	2,969,541
Edmonton.....	3,572,716	3,524,070
Vancouver.....	2,521,715	2,514,198
	<u>\$24,798,100</u>	<u>\$24,323,167</u>

Radio Act and Regulations—Administration, operation and maintenance including Canada's share of the costs of the international radio, telegraph and telephone organizations listed in the details of the Estimates including gifts as detailed in the Estimates

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 2,952,800		
Transfer from Department of Finance Vote 15 contingencies.....	152,600		
	(1) 3,105,400	3,109,400	3,106,883
Overtime.....	(1) 10,000	16,000	15,383
Allowances.....	(2) 1,200	1,200	568
A Professional and special services.....	(4) 63,500	57,500	36,077
Travelling, transportation and removal expenses.....	(5) 143,000	148,000	147,665
Freight, express and cartage.....	(6) 5,800	5,800	5,182
Postage.....	(7) 11,700	11,700	11,671
Telephones, telegrams and other communication services.....	(8) 37,000	37,000	31,343
Publication of departmental reports.....	(9) 16,000	21,000	20,427
Office stationery, supplies and equipment.....	(11) 40,500	60,500	60,328
Materials and supplies.....	(12) 31,600	40,600	39,662
Repairs and upkeep of buildings and works.....	(14) 13,000	13,000	7,971
Rental of land and buildings.....	(15) 2,200	5,200	4,660

		Estimates	Allotments	Expenditures
Repairs and upkeep of equipment.....	(17)	60,200	60,200	36,914
Municipal or public utility services.....	(19)	6,400	6,400	5,223
Gifts to commemorate the centenary of the International Telecommunication Union, Geneva, Switzerland....	(20)	5,000	5,000	4,025
Grant to the Canadian radio technical planning board...	(20)	10,000	10,000	
B Canada's share of the cost of—				
The International Telecommunication Union, Geneva, Switzerland.....	(20)	200,000	160,000	159,558
The Inter-American Radio Office, Havana, Cuba....	(20)	6,000		
Sundries.....	(22)	11,200	11,200	5,018
		3,779,700	3,779,700	3,698,058
<i>Less—Amount available in the main Estimates 1965-66</i> (34)		9,999	9,999	
		<u>\$ 3,769,701</u>	<u>\$ 3,769,701</u>	<u>\$ 3,698,058</u>

Revenue arising from the above expenditures amounted to \$2,239,412 and consisted of *Privileges, licences and permits* \$2,190,573—private commercial broadcasting station licence fees \$1,634,622, radio operators examination fees \$5,974, radio station licence fees \$548,375, sundries \$1,602; *Proceeds from sales* \$5,712—publications \$5,687, sundries \$25; *Services and service fees* \$42,679—ship radio inspection fees \$24,747, type approval and testing fees \$17,735, sundries \$197; *Miscellaneous*—\$448.

A Payments by services with individual payments of \$2,000 or over were:
Cleaning services by contract \$3,652.
Consulting engineers fees \$24,696—Intertel Consultants Ltd Ottawa \$24,696.
Legal fees \$2,133.

B Represents Canada's share of the cost of the Headquarters of the Union, a specialized agency of the United Nations, the main function of which is the maintenance and extension of international co-operation in the improvement of the communication services throughout the world.

The following is a comparative statement of expenditures and revenues by regions etc:

	Expenditures		Revenues	
	1965-66	1964-65	1965-66	1964-65
Headquarters—Administration.....	1,561,001	1,350,972	1,733,229	1,840,397
Regions:				
Moncton.....	235,021	212,399	51,247	42,294
Montreal.....	367,620	292,933	105,865	100,167
Toronto.....	549,815	471,813	120,461	122,332
Winnipeg.....	310,857	260,768	49,235	55,352
Edmonton.....	238,566	204,688	42,356	51,193
Vancouver.....	271,595	244,650	137,019	129,264
Canada's share of the cost of—				
The International Telecommunication Union, Geneva, Switzerland.....	163,583	149,431		
	<u>\$ 3,698,058</u>	<u>\$ 3,187,654</u>	<u>\$ 2,239,412</u>	<u>\$ 2,340,999</u>

Further details are contained in the following distribution of expenditures which was maintained during the fiscal year under authority of Treasury Board.

	Allotments	Expenditures
Headquarters—Administration.....	1,571,600	1,561,001
Regions:		
Moncton.....	248,120	235,021
Montreal.....	373,300	367,620
Toronto.....	550,900	549,815
Winnipeg.....	316,680	310,857
Edmonton.....	246,700	238,566
Vancouver.....	297,400	271,595

	Allotments	Expenditures
Canada's share of the cost of—		
The International Telecommunication Union, Geneva, Switzerland and the Inter-American Radio Office, Havana, Cuba and grant to the Canadian Radio Technical Planning Board.....	175,000	163,583
	3,779,700	3,698,058
Less—Amount available in the main Estimates 1965-66.....	9,999	
	<u>\$ 3,769,701</u>	<u>\$ 3,698,058</u>

Meteorological services—Administration, operation and maintenance including Canada's assessment for membership in the world meteorological organization, \$110,000 for grants in aid of meteorological research in Canadian universities and Canada's share of the cost of the world meteorological organization symposium of design of hydrometeorological networks

	Estimates	Allotments	Expenditures
Salaries and wages.....\$12,618,000			
Transfer from Department of Finance Vote 15 contingencies.....814,400			
	(1) 13,432,400	13,342,400	13,341,038
Less—Salaries and wages chargeable to manufacturing suspense account.....	(34) 55,000	55,000	55,000
	13,377,400	13,287,400	13,286,038
Overtime.....	(1) 569,900	769,900	761,578
Allowances.....	(2) 382,800	382,800	369,066
A Electronic computer services.....	(4) 537,500	507,500	483,516
Weather observer contracts.....	(4) 391,900	361,900	320,151
B Other professional and special services.....	(4) 141,800	141,800	141,588
Travelling and removal expenses.....	(5) 550,000	685,000	683,421
Freight, express and cartage.....	(6) 384,700	384,700	330,983
Postage.....	(7) 28,300	28,300	28,071
Telephones and telegrams.....	(8) 196,300	196,300	155,882
C Teletype.....	(8) 1,525,200	1,315,200	1,222,515
D Facsimile facilities.....	(8) 935,900	935,900	813,681
Printing of departmental reports and meteorological publications.....	(9) 30,000	30,000	19,511
Office stationery, supplies and equipment.....	(11) 629,800	629,800	599,110
Materials and supplies.....	(12) 1,245,800	1,145,300	1,095,913
Repairs and upkeep of buildings and works.....	(14) 172,300	172,300	164,206
Rental of land, buildings and works.....	(15) 42,500	42,500	36,323
Repairs and upkeep of equipment.....	(17) 97,900	147,900	145,763
Rental of equipment.....	(18) 1,000	76,000	74,323
E Charter of aircraft for aerial ice surveys.....	(18) 764,000	764,000	732,671
Municipal or public utility services.....	(19) 117,800	117,800	63,367
Taxes and school fees.....	(19) 23,500	23,500	15,783
Fee for membership in World Meteorological Organization.....	(20) 49,400	49,400	47,885
F Grants in aid of meteorological research in Canadian universities.....	(20) 110,000	110,000	110,000
Unemployment insurance contributions.....	(21) 1,900	2,400	2,265
Canada's share of the cost of the world meteorological organization symposium on design of hydrometeorological networks.....	(22) 9,000	9,000	4,539
G Sundries.....	(22) 120,800	120,800	92,209
	<u>\$22,437,400</u>	<u>\$22,437,400</u>	<u>\$21,800,358</u>

Revenue arising from the above expenditures amounted to \$208,074 and consisted of *Privileges, licences and permits* \$191,369—living quarters—employees \$181,951, sundries \$9,418; *Proceeds from sales* \$12,608—publications \$9,516, sundries \$3,092; *Services and service fees*—\$2,860; *Miscellaneous*—\$1,237.

- A Included: Computing Devices of Canada Ltd Ottawa \$211,240, Computing Services Co Toronto \$6,570, Control Data Canada Ltd Don Mills Ont \$231,046.
- B Payments by services with individual payments of \$2,000 or over were:
Cleaning services \$4,150.
Consulting engineers fees \$7,080—J Klassen & Associates Ltd Ottawa \$7,080
Contract employment \$18,216
Medical, dental, optical and hospital services \$3,451.
Operation and maintenance of airports and airport facilities \$65,765—Pacific Western Airlines Ltd \$65,765.
Protection services \$16,951—Canadian Corps of Commissioners Montreal \$16,951.
Research and analyst fees \$14,877—Ontario Research Foundation Toronto \$14,877.
Miscellaneous \$11,098.
- C Included: Canadian National Railways \$743,884, Canadian Pacific Railway Company \$258,318.
- D Included: Canadian National Railways \$510,843, Canadian Pacific Railway Company \$121,192.
- E Included Nordair Ltd Dorval Que \$645,862.
- F Consisted of grants to: University of Alberta Edmonton \$5,000, University of British Columbia Vancouver \$12,000, University of Guelph Guelph Ont \$9,400, McGill University Montreal \$15,600, University of Saskatchewan Saskatoon Sask \$10,000, University of Toronto \$36,000, University of Waterloo Waterloo Ont \$8,000, University of Western Ontario London Ont \$10,000, York University Toronto \$4,000.
- G Included payment of \$45,000 to McGill University Montreal for hail research studies.

The following is a comparative statement of expenditures and revenues by regions etc:

	Expenditures		Revenues	
	1965-66	1964-65	1965-66	1964-65
Headquarters and establishment administered by headquarters.....	7,306,084	6,158,212	21,888	24,807
Regions:				
Moncton.....	2,040,905	1,423,405	49,357	3,209
Montreal.....	2,032,043	2,356,788	24,946	72,375
Toronto.....	1,186,745	1,059,720	5,184	5,053
Winnipeg.....	1,782,706	1,567,748	29,936	25,935
Edmonton.....	2,365,741	2,165,005	43,510	46,194
Vancouver.....	1,526,788	1,370,830	33,253	32,192
Fee to the World Meteorological Organization and grants in aid of meteorological research in Canadian universities.....	162,424	180,423		
Teletype, facsimile and Department of National Defence facilities.....	3,396,922	3,264,496		
	<u>\$21,800,358</u>	<u>\$19,496,627</u>	<u>\$ 208,074</u>	<u>\$ 209,765</u>

Further details are contained in the following distribution of expenditures which was maintained during the fiscal year under authority of Treasury Board.

	Allotments	Expenditures
Headquarters and establishment administered by headquarters.....	7,388,800	7,306,084
Regions:		
Moncton.....	2,157,960	2,040,905
Montreal.....	2,102,020	2,032,043
Toronto.....	1,253,750	1,186,745
Winnipeg.....	1,857,060	1,782,706
Edmonton.....	2,387,260	2,365,741
Vancouver.....	1,589,450	1,526,788
Fee for membership in World Meteorological Organization and grants in aid of meteorological research in Canadian universities.....	168,400	162,424
Teletype, facsimile and Department of National Defence facilities.....	3,532,700	3,396,922
	<u>\$ 22,437,400</u>	<u>\$ 21,800,358</u>
Total Vote 30	<u>\$101,316,003</u>	<u>\$ 99,017,135</u>

Vote 35 Construction or acquisition of buildings, works, land and equipment including national airports (as determined by the Minister of Transport) and related facilities, contributions towards construction done by local or private authorities with respect to such airports; amounts to be paid in settlement of claims for compensation by persons whose property is injuriously affected by the operation of a zoning regulation made under authority of paragraph (j) of subsection (1) of section 4 of the Aeronautics Act and authority, notwithstanding section 30 of the Financial Administration Act, to make commitments for the current fiscal year not to exceed, for airports and other ground services, a total amount of \$30,878,100, for radio aids to air and marine navigation a total amount of \$14,854,000, and for meteorological services a total amount of \$2,745,300.....				41,906,000
Vote 35b To increase to \$16,216,500 the commitments for the current fiscal year for radio aids to air and marine navigation.....				1
Vote 35e.....				3,000,000
				44,906,001
Expenditures.....				\$42,458,986

Construction services administration

	Estimates	Allotments	Expenditures
A Acquisition of equipment.....	(16)\$ 113,000	\$ 198,000	\$ 192,620
A Included: maintenance equipment \$14,474, scientific equipment \$28,251, transportation equipment \$149,894.			

Airports and other ground services—Construction or acquisition of buildings, works, land and equipment with respect to national airports (as determined by the Minister of Transport) and related facilities, contributions towards construction done by local or private authorities with respect to such airports; amounts to be paid in settlement of claims for compensation by persons whose property is injuriously affected by the operation of a zoning regulation made under authority of paragraph (j) of subsection (1) of section 4 of the Aeronautics Act and authority, notwithstanding section 30 of the Financial Administration Act, to make commitments for the current fiscal year not to exceed a total amount of \$30,878,100

NOTE.—Except where stated all contracts are on a unit price basis and the amount of the contract is the estimated amount.

	Estimates	Allotments	Expenditures
A Runways and associated facilities.....	14,988,800	14,988,800	13,158,976
Newfoundland—			
Deer Lake—pave existing runway, taxiway and aircraft parking apron including lighting			
Contract (1963-64): Trynor Construction Newfoundland Ltd \$472,876, expenditure \$15,355, to date \$472,876 (final).			
Labrador—			
Wabash—pave existing runway, aircraft parking apron and connecting taxiways			
Contract (1964-65): Richard & B A Ryan (1958) Ltd \$998,700, expenditure \$332,435, to date \$466,432 including holdbacks \$23,322.			
Nova Scotia—			
Sydney—new aircraft parking apron and connecting taxiways to runways 14-32 and 07-25, rebuild portion of runway 14-32 and strengthen 1,500 feet of runway 07-25, including lighting			
Contract (1964-65): Municipal Ready-Mix Ltd \$740,100, expenditure \$550,032, to date \$674,910 including holdbacks \$33,746.			

	Estimates	Allotments	Expenditures
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Nova Scotia—Concluded**Yarmouth—**

Aircraft parking apron and connecting taxiway to runway 06-24, including lighting

Rebuild runway 06-24 and extend to 6,000 feet, including lighting

Contract (1964-65) (for above two projects):
Aberdeen Paving Ltd \$879,500, expenditure \$677,005, to date \$870,878 including holdbacks \$7,000.

New Brunswick—

Charlo—pave runway, aircraft parking apron and connecting taxiway

Contract: North Shore Construction Ltd \$134,939, expenditure \$134,939 (final).

Quebec—

Baie Comeau—development of a new airport (one runway, taxiway and aircraft parking apron, including lighting)

Contract (1964-65): North Shore Construction Ltd \$786,423, expenditure \$425,525, to date \$770,289 including holdbacks \$1,514.

Payment of \$16,276 was made to Bruno Tremblay Baie Comeau Que for acquisition of land.

Montreal—

Drainage improvements in area between runway 06R and taxiway "B"

Contract: Charles Duranceau Ltd \$104,022, expenditure \$81,408 including holdbacks \$4,070.

Land for runway 06L-24R

Jack Rubin Montreal was paid \$77,876 for acquisition of land.

Land for runway 12-30

Payment of \$95,956 was made to Westshore Heights Inc Montreal for acquisition of land.

Partial reconstruction and strengthening of taxiway "E" and intersection with runway 10-28

Stabilize portions of taxiway shoulders and overshoot areas

Strengthen portion of aircraft apron II

Taxiway connecting runway 10-28 to the north side of aircraft apron II including lighting

Contract (1964-65) (for above four projects)
Highway Paving Co Ltd \$459,009, expenditure \$308,943, to date \$446,721 including holdbacks \$5,584.

Val d'Or—relocate civil aircraft area

Contract (1964-65): Paquin Construction Co Ltd \$129,051, expenditure \$76,317, to date \$129,051 (final).

Ontario—**Kapuskasing—rehabilitation of runways**

Contract: Miller Paving Ltd \$264,368, expenditure \$217,160 including holdbacks \$10,858.

Lakehead—strengthen runway 12-30

Contract for development of airport: B A Construction Ltd \$398,125, expenditure \$398,125 (final).

Contract for supply of asphalt: Imperial Oil Ltd \$104,712, expenditure \$91,373.

	Estimates	Allotments	Expenditures
Ontario—Concluded			
London—strengthen runways 08-26, construct parallel taxiway to runway 14-32 and a connecting taxiway to button 08, including lighting			
Contract: King Paving & Materials Ltd \$375,128, expenditure \$359,245 including holdbacks \$17,962.			
Niagara District airport (St Catharines Ont)—develop a new runway with associated taxiway and aircraft parking apron including lighting			
Contract: King Paving & Materials Ltd \$439,264, expenditure \$338,755 of which \$50,813 was refunded by Niagara District Airport Commission as per terms of contract, including holdbacks \$16,938.			
Sarnia—develop second runway			
Contract: F A Stonehouse & Son Ltd \$208,881, expenditure \$208,881 (final).			
Payments for acquisition of land were: N F Collins Sarnia Ont \$10,000, William and Doris Pearson \$12,000.			
Manitoba—			
Lynn Lake—improve runway 07-25 and extend aircraft parking apron			
Contract: Claydon Co Ltd \$109,097, expenditure \$87,800 including holdbacks \$4,390.			
The Pas—rebuild runway 12-30, northwest—southeast taxiway and aircraft parking apron, including medium intensity lighting			
Contract (1964-65): British American Construction & Materials Ltd (formerly Tallman Construction Ltd) \$737,211, expenditure \$508,115 of which \$25,000 was charged to other buildings, works and land further on in this sub-vote, to date \$737,211 including holdbacks \$3,861.			
Thompson—pave runway, associated taxiway and aircraft parking apron including lighting			
Contract (1963-64): Poole Engineering (1958) Ltd \$740,753, expenditure \$296,850, to date \$740,753 including holdbacks \$17,038.			
Saskatchewan—			
Yorkton—rebuild circulating taxiways and aircraft parking apron, including lighting revisions			
Contract: Matheson Bros Ltd \$247,950 expenditure \$202,588 including holdbacks \$10,129.			
Alberta—			
Grande Prairie—			
Overlay runway 06-24 including lighting revisions			
Contract: Standard-General Construction (International) Ltd \$561,403, expenditure \$485,151 including holdbacks \$24,258.			
Overlay aircraft apron			
Overlay taxiways connecting with runway 11-29			
Seal coat runway 11-29			
Contract (1964-65) (for above three projects): Arthur A Voice Construction Co Ltd \$142,113, expenditure \$105,901, to date \$142,113 (final).			
British Columbia—			
Campbell River—pave runway and aircraft apron			
Contract (1964-65): Dawson Construction Ltd \$173,357, expenditure \$162,357, to date \$173,357 (final).			

EstimatesAllotmentsExpenditures**British Columbia—Concluded**

Castelgar—extend runway by 400 feet, strengthen existing hard surfaced areas and relocate entrance road and fan marker

Contract: Dawson Construction Ltd \$313,478, expenditure \$152,328 including holdbacks \$7,616.

Dawson Creek—pave runway

Contract: Standard-General Construction (International) Ltd \$898,125, expenditure \$699,568 including holdbacks \$34,978.

Fort Nelson—rebuild runway 02-20, aircraft parking apron and associated taxiways, including lighting

Contract (1963-64): Standard-General (International) Ltd \$779,467, expenditure \$112,343, to date \$779,467 (final).

Port Hardy—repave runway 10-28 and taxiway "B" including drainage revision and rebuilding of aircraft parking apron

Contract: Western Paving Ltd \$265,022, expenditure \$265,022 of which \$22,855 was charged to other buildings, works and land further on in this sub-vote (final).

Prince George—

Rebuild aircraft parking apron and connecting taxiways

Surface treatment of runway 14-32 and extend to 6,400 feet

Contract (1964-65) (for above two projects): Ben Ginter Construction Co Ltd \$554,340, expenditure \$449,149 of which \$90,275 was charged to other buildings, works and land further on in this sub-vote, to date \$524,232 including holdbacks \$21,597.

Vancouver—parallel taxiway to runway 08R-26L

Contract: Beaver Construction Co Ltd \$1,747,604, expenditure \$1,199,418 of which \$121,976 was charged to other buildings, works and land further on in this sub-vote, including holdbacks \$59,971.

Victoria—

Replace drainage of runways 02-20, 13-31 and associated taxiways

Strengthen runways 02-20, 13-31 and associated taxiways including lighting revisions

Contract (1964-65) (for above two projects): Columbia Bitulithic Ltd \$459,164, expenditure \$297,676, to date \$459,164 (final).

Yukon—

Whitehorse—high intensity approach lights and runway lights for runway 31L-13R and rehabilitate airport lighting

Contract: Huber Electric Ltd \$102,581, expenditure \$102,581 of which \$18,490 was charged to two projects in items under \$15,000 immediately following (final).

Items under \$15,000

Contract (1961-62) for construction of an aircraft parking apron at Toronto International airport: Dufferin Construction Co \$1,010,585, expenditure \$9,735, to date \$1,010,585 (final).

	Estimates	Allotments	Expenditures
Items under \$15,000—Concluded			
Contract (1964-65) for construction of airport lighting facilities at Prince George B C airport: Caledonia Electric Ltd \$140,470, expenditure \$10,537, to date \$138,958 including holdbacks \$1,948.			
Contract for relocation of lighting controls and condenser discharge threshold identification lights on runway 13R at Whitehorse Y T: Huber Electric Ltd \$102,581 (for details see under Yukon above).			
	14,988,800	14,988,800	13,158,976
A Terminal buildings	6,487,000	4,362,000	4,257,203
Nova Scotia—			
Halifax—catch basins and drainage improvements for air terminal building tunnels			
Contract: Municipal Spraying & Construction Ltd \$147,954, expenditure \$147,954 (final).			
New Brunswick—			
Fredericton—			
Air terminal building			
Extend parking apron for new air terminal building			
Contract (1963-64) (for above two projects): M F Schurman Co Ltd \$1,250,665, expenditure \$33,870, to date \$1,233,495 including holdbacks \$8,000.			
Moncton—alteration and extension to air terminal building			
Contract (1964-65): Fundy Construction Co Ltd \$1,103,594, expenditure \$846,759, to date \$1,067,645 including holdbacks \$53,382.			
Quebec—			
Montreal—install moving sidewalks in the tunnels connecting the main aeroquay with the terminal building			
Contract: Stephens-Adamson Mfg Co of Canada Ltd \$790,792, expenditure \$288,130 including holdbacks \$72,033.			
Sept Isles—extension and alterations to air terminal building			
Contract: Nordbec Construction Inc \$239,547, expenditure \$217,902 including holdbacks \$10,895.			
Ontario—			
Lakehead—alterations and extension to air terminal building			
Contract (1963-64): Sillman Co Ltd \$845,145, expenditure \$21,398, to date \$845,145 (final).			
London—air terminal building			
Contract (1964-65): W A McDougall Ltd \$1,039,298, expenditure \$34,704, to date \$1,039,298 (final).			
Toronto—air terminal building			
Contract (1963-64) for site services phase 3 and related work: Conniston Construction Co Ltd \$141,840, expenditure \$5,183, to date \$141,840 including holdbacks \$7,092.			
Contract (1960-61) for construction of power plant: Louis Donolo (Ontario) Ltd \$2,119,241, expenditure \$8,224, to date \$2,119,241 (final).			

	Estimates	Allotments	Expenditures
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Ontario—Concluded

Toronto—Concluded

Contract (1962-63) for construction of control tower: Louis Donolo (Ontario) Ltd \$1,208,653, expenditure \$25,303 to date \$1,208,653 including holdbacks \$10,000.

Contract (1960-61) for general construction, exclusive of contracts previously awarded for construction of aeroquay No 1: The Foundation Co of Canada Ltd \$27,129,423, expenditure \$120,492, to date \$27,129,423 including holdbacks \$154,827.

Contract (1958-59) 5 per cent of actual cost estimated at \$37,299,501 for preparation of plans, drawings and specifications and supervision of construction: John B Parkin Associates, expenditure \$11,425, to date \$2,093,175.

Alberta—

Edmonton—air terminal building

Contract (1958-59) 5 per cent of actual cost for architectural and consulting engineering services: E Mikkelsen Rensaa and A O Minsos, expenditure \$1,018, to date \$593,079.

British Columbia—

Vancouver—air terminal building

Contract for construction of terminal building: The Foundation Co of Canada Ltd \$17,810,000, expenditure \$1,485,079 including holdbacks \$74,254.

Contract (1962-63) 5 and one-half per cent of estimated cost of \$17,810,000 plus lump sum fee of \$20,000 for architectural and consulting engineering services: Phillips, Barratt & Partners, expenditure \$335,929, to date \$812,529.

Items under \$15,000

Contract (1963-64) for construction of air terminal building at Sault Ste Marie Ont: Ron Engineering & Construction Ltd. \$431,797, expenditure \$5,015 to date \$431,797 including holdbacks \$15,678.

Contract (1958-59) for preparation of plans, drawings and supervision of construction for the air terminal building at Winnipeg: L J Green, C H Blankstein and G L Russel, expenditure \$6,459, to date \$688,214.

Contract (1963-64) for construction of air operations building at Yellowknife Y T: Solar Construction Co Ltd \$347,551, expenditure \$6,216, to date \$347,551 (final).

	6,487,000	4,362,000	4,257,203
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A Other buildings, works and land.....

	7,154,800	6,654,800	5,186,982
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General—miscellaneous land purchases and easements
Payment of \$6,500 for purchase of land at Yarmouth N S airport was made to A A Harding Yarmouth N S.

Payment of \$22,087 was made to Pointe Claire Housing Corp Montreal for acquisition of land.

Payment of \$6,414 was made to the Municipality of Richmond B C for acquisition of land at Sea Island B C.

Payments for acquisition of land at Sarnia Ont airport were made to the Roman Catholic Episcopal Corp of the Diocese of London Ont \$7,500 and Paul and George Snauwaert Sarnia Ont \$13,500.

	Estimates	Allotments	Expenditures
Labrador—			
Goose Bay—resurface and stabilize building area roads			
Contract: J W Lindsay Construction Co Ltd \$425,975, expenditure \$39,953 of which \$2,597 was charged to items under \$15,000, including holdbacks \$1,978.			
Nova Scotia—			
Sydney—new maintenance garage and firehall			
Contract: Stephens Construction Ltd \$222,311, expenditure \$222,311 including holdbacks \$1,115.			
New Brunswick—			
Moncton—pave car parking area and entrance road			
Contract: MacDonald Paving & Construction Ltd \$110,911, expenditure \$74,954 including holdbacks \$3,748.			
Quebec—			
Gaspe—development of an airport			
Contract: South Shore Paving Co Ltd \$453,736, expenditure \$88,090 including holdbacks \$4,405.			
Montreal—			
Divert sources road			
Payments for acquisition of land were: Imperial Oil Ltd Leaside Ont \$19,300, Caroline Legault Montreal \$10,400, Gourdji Rahmin Masri Montreal \$45,000, Saleh R Masri Montreal \$15,000, Richard & Mary Newman Montreal \$3,100, Sherburn Investment Corp et al Montreal \$3,800, Sydney & Gilbert Shoham and Dame Morris J Cohen Montreal \$16,000.			
Install concrete curbs around landscaped area			
Contract: Charles Duranceau Ltd \$106,153, expenditure \$92,511 of which \$13,000 was charged to items under \$15,000, including holdbacks \$4,626.			
Quebec—revise and reconstruct airfield drainage system			
Contract (1964-65): Union des Carrieres & Pavages Ltee: \$183,945, expenditure \$174,955, to date \$183,944.			
St Jean—land for future airport development			
Payments for acquisition of land were: R Pare & W M Friedman St Jean Que \$50,000, Richelieu Development Inc St Jean Que \$50,000.			
Sept Isles—rehabilitate water distribution and sewage collection systems in building area			
Contract: H J O'Connell Ltd \$194,193, expenditure \$35,669 including holdbacks \$1,783.			
Ontario—			
Ottawa—flight operations storage building			
Contract: F E Cummings Construction Co Ltd \$346,984, expenditure \$141,831 including holdbacks \$7,092.			
Toronto—maintenance garage and airport services building			
Contract (1964-65): Inspiration Ltd \$439,683, expenditure \$18,664, to date \$439,683 including holdbacks \$2,400.			

	Estimates	Allotments	Expenditures
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Manitoba—

The Pas—pave car park and access road

Contract (1964-65): British American Construction & Materials Ltd (for details see under runways in this sub-vote).

British Columbia—

Ocean Falls—seaplane ramp and parking apron

*Contract (1964-65): Manning Construction Ltd \$107,291, expenditure \$93,241, to date \$107,291 (final) (amends reporting in public accounts 1964-65).

Port Hardy—pave roads in building area

Contract: Western Paving Ltd (for details see under runways in this sub-vote).

Prince George—

Access road to terminal area

Renew field drainage

Contract (1964-65) (for above two projects): Ben Ginter Construction Co Ltd (for details see under runways in this sub-vote).

Vancouver—

Improve access road to new air terminal area

Remove wood-stave drains

Contract (for above two projects): Beaver Construction Co Ltd (for details see under runways in this sub-vote).

Northwest Territories—

Cambridge Bay—aircraft parking apron

Contract: Solar Construction Co Ltd \$132,510, expenditure \$113,876 including holdbacks \$5,694.

Items under \$15,000

Contract for paving Happy Valley and Hamilton River road at Goose Bay Lab: J W Lindsay Construction Co Ltd (for details see under Goose Bay above).

Contract for installation of drainage along entrance road at Montreal airport: Charles Duranceau Ltd (for details see under Montreal above).

Contract (1964-65) for diversion of St Francois road at Montreal airport: Miron Co Ltd \$109,637, expenditure \$7,856, to date \$109,637 (final).

Contract (1964-65) for maintenance garage and airport service building at Montreal airport: Leonard J Weber Construction Co \$397,670, expenditure \$14,025, to date \$390,570 including holdbacks \$11,529.

Contract (1964-65) for construction of an entrance road and car parking area including lighting at London Ont airport: Towland Construction Ltd \$191,374, expenditure \$8,682, to date \$191,374 (final).

Contract (1963-64) for construction of paved access and service roads and installation of sewer and water system at Toronto airport: Dufferin Construction Inc \$549,877, expenditure \$347, to date \$549,877 including holdbacks \$10,000.

Contract (1963-64) for construction of a post office building at Toronto airport: Kovacs Construction Co Ltd \$195,359, expenditure \$923, to date \$195,359 (final).

Contract for repairing and surfacing runways and paving roads and car park at Yellowknife N W T airport: Solar Construction Co Ltd \$112,478, expenditure \$3,654 including holdbacks \$183.

	Estimates	Allotments	Expenditures
Dwellings—			
Norman Wells Y T—two double dwellings			
Contract: Solar Construction Co Ltd \$157,587, expenditure \$143,570 including holdbacks \$7,556.			
Watson Lake Y T—four single dwellings			
Contract (1964-65): 918 Construction Ltd \$224,233, expenditure \$7,762 of which \$1,278 was charged to meteorological branch construction, \$2,562 to Department of Citizenship and Immigration—Indian Affairs Vote 20 and \$1,381 to Royal Canadian Mounted Police Vote 5, to date \$224,233 (final).			
	7,154,800	6,654,800	5,186,982
Total construction or acquisition of buildings, works and land.....	(13) 28,630,600	26,005,600	22,603,161
B Construction or acquisition of equipment.....	(16) 2,147,500	2,647,500	2,279,473
Claims for compensation by persons whose property is injuriously affected by operation of a zoning regulation.....	(22) 100,000	125,000	122,553
Expenditures included payments for purchase of land to Leo Cardinal, Leopold Cardinal and Lapray Realities Ltd Montreal \$50,000, Ezra Rotchin and Harry Fineman Montreal \$72,500.			
	30,878,100	28,778,100	25,005,187
Less—Anticipated lapses.....	(34) 4,685,100	3,370,100	
	\$26,193,000	\$25,408,000	\$25,005,187

*Contract awarded through Department of Public Works.

A Included: *architect and consulting engineers fees* \$178,773—V J Blackwell E H Hagarty and R P Buist London Ont \$5,166, Brais Frigon and Hanly Ottawa \$5,200, Gaudet and Roy Moncton N B \$29,595, Ingram & Pye Ottawa \$17,248, Marshall Macklin Monaghan Ltd Don Mills Ont \$89,263, James D Raymond Montreal \$2,773, J L Richards & Associates Ltd Ottawa \$3,850, Neil M Stewart Fredericton \$5,855, The Toronto Harbour Commissioners Toronto \$18,405, Wade Stockdill & Armour Architects Victoria \$1,418; *consulting engineers* \$23,044—Gans Kofman and Associates Montreal \$9,533, Modern Technical Services Ltd Toronto \$8,601, G S Turcotte Montreal \$4,910.

B Included: maintenance equipment \$884,017, scientific equipment \$155,354, transportation equipment \$965,978.

Radio aids to air and marine navigation—Construction or acquisition of buildings, works, land and equipment including authority, notwithstanding section 30 of the Financial Administration Act, to make commitments for the current fiscal year not to exceed a total amount of \$16,216,500

	Estimates	Allotments	Expenditures
A Construction or acquisition of buildings, works and land	16,895,900	18,495,900	13,021,358
Headquarters—General			
Airways and airport surveillance radar-1 radar equipment			
Contract: Canadian General Electric Co Ltd \$228,704, expenditure \$155,831.			
Earth space satellite communication system			
Payment of \$289,420 was made to DCF Systems Malton Ont for consultant fees in evaluating, assessing and examining equipment for the communications satellite ground station.			
Contract (1964-65) for construction of a satellite ground station: Eastern Contracting Ltd. \$1,286,795, expenditure \$178,700, to date \$1,286,754 including holdbacks \$26,399.			
Contract (1964-65) (cost plus) to perform work of project management and systems engineering of a communications satellite ground station: RCA Victor, expenditure \$3,004,612, to date \$7,367,312 including holdbacks \$587,014.			

	Estimates	Allotments	Expenditures
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Headquarters—General—Concluded**Non-directional beacon transmitters**

Contract: Measurements Engineering Ltd
\$174,479, expenditure \$69,278.

Research and development projects

Contract (1963-64): Edo (Canada) Ltd \$131,998,
expenditure \$33,507, to date \$131,998 including
holdbacks \$6,683.

**Single sideband marine communications exciters and
modification kits—coast stations**

Contract: Canadian General Electric Co Ltd
\$230,610, expenditure \$28,697.

Comfort Cove Nfld—new marine coast station

Contract: Nordbec Construction Inc (for details see
under Moncton region below).

St Lawrence Nfld—remote receiver and operations site

Contract: Nordbec Construction Inc (for details see
under Moncton region below).

**Moncton region—rehabilitation of decca navigator
chain 7 (Nova Scotia) and chain 2 (East New-
foundland)**

Contract: Nordbec Construction Inc \$702,650, ex-
penditure \$521,858 of which the following amounts
were charged to other projects, \$66,699 Comfort
Cove Nfld, \$81,167 St Lawrence Nfld and under
dwellings below: \$39,332 Comfort Cove Nfld,
\$40,787 Pouch Cove Nfld, \$33,330 St Lawrence
Nfld, to date \$660,992 including holdbacks \$33,050.

Bull Harbour B C—

Improve station water supply

Rehabilitation of wharf, road and pipeline

Transmitter building and services

Contract (for above three projects): McGinnis
Construction Ltd \$313,201, expenditure
\$310,455 of which \$11,500 was charged to items
under \$15,000 and \$44,241 to dwellings, includ-
ing holdbacks \$15,523.

Items under \$15,000

Payment of \$14,000 was made to the International
Grenfell Association Ottawa for acquisition of
land at St Anthony Nfld.

Exchequer court judgement A 1438 awarded Joseph
Turcot Montreal \$12,967 for acquisition of land
at Montreal airport.

Payment of \$5,600 was made to Martin and Sofie
Rauh Clear Creek Ont for acquisition of land at
Clear Creek Ont.

Payment of \$11,500 was made to Thompson Prod-
ucts Ltd St Catharines Ont for purchase of land at
St Catharines Ont.

Contract for fire protection system at Bull Harbour
B C: McGinnis Construction Ltd (for details see
under Bull Harbour B C above).

Dwellings—**Comfort Cove Nfld—two dwellings**

Contract: Nordbec Construction Inc (for details
see under Moncton region above).

Pouch Cove Nfld—two dwellings

Contract: Nordbec Construction Inc (for details
see under Moncton region above).

St Lawrence Nfld—two dwellings

Contract: Nordbec Construction Inc (for details
see under Moncton region above).

		Estimates	Allotments	Expenditures
Dwellings—Concluded				
Bull Harbour B C—single dwelling				
Contract: McGinnis Construction Ltd (for details see under Bull Harbour B C above).				
Dawson City Y T—four dwelling units				
Contract (1964-65): Solar Construction Co Ltd \$103,628, expenditure \$8,937, to date \$103,628 (final).				
	Total construction or acquisition of buildings, works and land	(13) 16,895,900	18,495,900	13,021,358
B	Construction or acquisition of equipment	(16) 2,320,600	2,820,600	1,959,374
		19,216,500	21,316,500	14,980,732
	Less—Anticipated lapses	(34) 3,699,499	4,699,499	
		\$15,517,001	\$16,617,001	\$14,980,732
A Included: architects fees \$2,873—Illsley, Templeton, Archibald, Larose, Larose Montreal \$2,873; consulting engineers fees \$188,809—Canning and Shortall Ltd St Johns \$2,568, DCF Systems Ltd Malton Ont \$29,149, E M I Cossor Electronics Ltd Dartmouth N S \$91,384, Intertel Consultants Ltd Ottawa \$52,043, Ian Martin Associates Ltd Toronto \$13,665.				
B Included: furnishings \$69,723, maintenance equipment \$12,156, marine equipment \$29,560, scientific equipment \$1,691,465, transportation equipment \$137,690.				

Radio act and regulations—Construction or acquisition of buildings, works, land and equipment

		Estimates	Allotments	Expenditures
A	Construction or acquisition of buildings, works and land	(13) 154,500	211,500	178,500
B	Construction or acquisition of equipment	(16) 378,500	321,500	242,023
		\$ 533,000	\$ 533,000	\$ 420,523

- A Included payment of \$7,613 to Monastere des Augustines de l'Hopital General de Quebec for acquisition of land at Beaumont Que.
- B Included: maintenance equipment \$22,181, scientific equipment \$176,502, transportation equipment \$41,177.

Meteorological services—Construction or acquisition of buildings, works, land and equipment including authority, notwithstanding section 30 of the Financial Administration Act, to make commitments for the current fiscal year not exceeding a total amount of \$2,745,300

	Estimates	Allotments	Expenditures
Construction or acquisition of buildings, works and land	2,411,800	2,411,800	1,676,129
Meteorological observing			
Atikokan Ont—meteorological services building			
Payments for acquisition of land were made to Atikokan Warehousing \$4,300 and Martin O'Kroneg Atikokan Ont \$4,000.			
Edmonton—relocate upper air station			
Contract: Camwill Construction Ltd \$113,009, expenditure \$109,676 including holdbacks \$2,222.			
Meteorological research			
Headquarters general—mesometeorology program facilities			
Contract for purchase of visual range signal data converter system: Marsland Engineering Ltd \$151,526, expenditure \$26,315.			

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Dwellings				
Watson Lake Y T—one double dwelling				
Contract: 918 Construction Ltd (for details see under dwellings in sub-vote for airports and other ground services construction).				
Total construction or acquisition of buildings, works and land.....	(13)	2,411,800	2,411,800	1,676,129
A Construction or acquisition of equipment.....	(16)	333,500	333,500	183,795
		2,745,300	2,745,300	1,859,924
Less—Anticipated lapses.....	(34)	195,300	595,300	
		\$ 2,550,000	\$ 2,150,000	\$ 1,859,924
A Included: furnishings \$36,915, maintenance equipment \$31,160, scientific equipment \$65,753, transportation equipment \$22,660.				
Total Vote 35.....		<u>\$44,906,001</u>	<u>\$44,906,001</u>	<u>\$42,458,986</u>

Vote 40 Contributions to assist in the establishment or improvement of local airports and related facilities, payments to the other governments or international agencies that are detailed in the Estimates for the operation and maintenance of airports, air navigation and airways facilities, including authority to pay assessments in the amounts and in the currencies in which they are levied, notwithstanding that the total of such payments may exceed the estimated equivalent in Canadian dollars, grants as detailed in the Estimates for the development of civil aviation and payments to the Canadian National Railway Company of the difference between revenues and expenses in the operation and maintenance of telecommunication facilities as detailed in the Estimates in accordance with agreements entered into with the Company with the approval of the Governor in Council

1,370,300
591,300

Expenditures.....

1,961,600
\$ 1,534,539

Contributions, in accordance with terms and conditions approved by the Governor in Council, to assist in the establishment or improvement of local airports and related facilities

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Contributions.....	(20)	\$ 1,199,100	\$ 1,151,800	\$ 855,122

This sub-vote was provided to authorize the department to make contributions where the municipalities, other public bodies or mining companies in unorganized areas are prepared to bear part of the cost of airport development, building or facility projects.

Included contributions to the Province of Alberta (Fort Chipewyan Airport) \$100,000, The Corporation of the City of Calgary, Alta \$30,000, The Carter Construction Co Ltd Toronto (Wellington Airport Kitchener Ont) \$207,133, La Corporation des Comtes des Charlevoix Est et de Charlevoix Ouest Que \$9,843, Domtar Ltd Mont-treal (Lebel-sur-Quevillon Airport, Cedar Rapids Que) \$54,700, Corporation of the Village of Natashquan Que \$13,916, Newfoundland and Labrador Power Commission St John's \$228,000, The Corporation of the Town of St Anthony Nfld \$117,419, Municipalite du Havre-St-Pierre Que \$24,972, Wabush Enterprises Ltd St John's (Deer Lake Nfld \$15,762 and Wabush Airport Labrador City, Nfld \$44,425) \$60,187.

*Grants for the development of civil aviation,
in the amounts detailed in the Estimates*

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Grant to Royal Canadian Flying Clubs Association.....		10,000	10,000	10,000
A Grants to flying clubs, schools, instructors and student pilots.....		275,000	335,000	334,918
	(20)	\$ 285,000	\$ 345,000	\$ 344,918

A To encourage the development of civil aviation and to ensure a standard of flying adequate for the public safety, P.C. 1957-42/413, March 28, 1957, and P.C. 1957-47/843, June 17, 1957, as amended, authorized that financial assistance be provided for the training of student pilots and instructors as follows: (a) \$100 to each flying club or school for each eligible student granted a private pilot licence; (b) \$100 to each student; (c) \$50 to each flying instructor completing an approved course of advanced training; (d) \$300 to the Royal Canadian Flying Clubs Association or the Air Transport Association of Canada for each flying instructor completing the above course; and (e) \$1,200 for each of the above associations to assist in the organization and operation of the advanced training schools.

There were 1,552 student pilots who obtained private licences and 60 instructors who completed courses of advanced training.

Payments to the other governments or international agencies that are detailed in the Estimates for the operation and maintenance of airports, air navigation and airways facilities, including authority to pay assessments in the amounts and in the currencies in which they are levied, notwithstanding that the total of such payments may exceed the equivalent in Canadian dollars, estimated as of December, 1964, which is \$259,500

	Estimates	Allotments	Expenditures
A The International Civil Aviation Organization on behalf of the Government of Iceland (4,052,727 Icelandic Kr.)	109,500	103,181	103,180
B The International Civil Aviation Organization on behalf of the Government of Denmark (894,041 Danish Kr.)	150,000	143,619	143,618
(20) \$	259,500	\$ 246,800	\$ 246,798
A Canada's share of the financial assistance for the provision, operation and maintenance of certain air navigation services in Iceland.			
B Canada's share of the financial assistance in joint support of North Atlantic air navigation facilities in the Faroe Islands and Greenland.			

Payments to the Canadian National Railway Company of the difference between revenues and expenses in the operation and maintenance of telecommunication facilities as detailed in the Estimates in accordance with agreements entered into with the Company with the approval of the Governor in Council

	Estimates	Allotments	Expenditures
Canadian National Railway telecommunication system from Whitehorse to Dawson City and Mayo in the Yukon Territory, the amount not to exceed \$95,000 per year for five years, estimated at	53,000	53,000	42,310
Canadian National Railway telecommunication system north of Yellowknife, from Fort Simpson to Inuvik in the Northwest Territories, the amount not to exceed \$262,602 per year for ten years; estimated amount required in the current fiscal year	90,000	90,000	
Tropospheric scatter terminal station at Frobisher, N W T, estimated at	75,000	75,000	45,391
(33) \$	218,000	\$ 218,000	\$ 87,701
Total Vote 40	\$ 1,961,600	\$ 1,961,600	\$ 1,534,539

GENERAL

Vote 74e Reimbursement of the Department of Transport stores account for the value of stores which have become obsolete, unserviceable, lost or destroyed	100,000
Expenditures	(22) \$ 98,404

This vote was provided to authorize the write-off from Department of Transport stores account in accordance with section 60 of the Financial Administration Act, c. 116, R.S., as amended, of the net value of (a) obsolete and unserviceable stores: Canal Services, \$2,460; Marine Services, \$7,019; Air Services, \$86,918; Stationery, \$2,007.

Gratuities to families of deceased employees, Civil Service Act	(22)	\$	<u>1,015</u>
Refunds of amounts credited to revenue in previous years, Financial Administration Act, c. 116, R.S., as amended	(22)	\$	<u>82,321</u>

This expenditure represented reimbursement of overpayments and over remittances under authority of section 19 of the Financial Administration Act. The principal classes of refunds were: air route facility fees \$42,852, harbour dues and wharfage fees \$10,193, private commercial broadcasting licence fees (sound and TV) \$8,656, radio station licence fees \$3,224, rental of land \$14,541.

AIR TRANSPORT BOARD

Vote 75 Salaries and other expenses	777,200
Transfer from Department of Finance Vote 15 contingencies	<u>21,900</u>
	799,100
Expenditures	<u>\$ 750,527</u>

		Estimates	Allotments	Expenditures
A Salaries and wages	\$ 691,450			
Transfer from Department of Finance Vote 15 contingencies	<u>21,900</u>			
		(1) 713,350	704,850	666,283
B Professional and special services		(4) 11,800	12,000	11,906
Travelling expenses		(5) 42,000	42,000	38,656
Freight, express and cartage		(6) 175	275	248
Postage		(7) 940	940	940
Telephones, telegrams and cables		(8) 9,160	11,160	11,027
Advertising		(10) 4,500	4,000	3,419
Office stationery, supplies and equipment		(11) 16,700	22,700	17,445
Sundries		(22) 475	1,175	603
		<u>\$ 799,100</u>	<u>\$ 799,100</u>	<u>\$ 750,527</u>

- A Included salaries of: chairman G Morrisset, vice chairman J R Belcher, member G Russell Boucher.
- B Payments by services with individual payments of \$2,000 or over were:
Court reporting fees \$10,412—Verbatim Reporting Service Toronto \$10,184.
Legal fees \$1,494.

Vote 77d Payment to Nordair Limited for operation of international charter flights undertaken but not completed by World Wide Airways Incorporated	(20)	\$	<u>381,000</u>
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BOARD OF TRANSPORT COMMISSIONERS FOR CANADA

Salaries of commissioners, Railway Act c.234 R.S., as amended	(1)	\$	<u>118,000</u>
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The above statutory authority provides for appointment by the Governor in Council of six commissioners. Present commissioners are: R Kerr, chief commissioner; H H Griffin, assistant chief commissioner; J E Dumontier, deputy chief commissioner; and J M Woodard, W R Irwin, A S Kirk.

Vote 80 Administration, operation and maintenance.....	1,477,000
Transfer from Department of Finance Vote 15 contingencies.....	23,000

1,500,000
\$ 1,465,214

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 1,317,000		
Transfer from Department of Finance Vote 15 contingencies.....	23,000		
	(1) 1,340,000	1,330,000	1,312,889
Allowance.....	(2) 300	300	300
A Professional and special services.....	(4) 10,000	3,000	2,551
A Official reporting services.....	(4) 13,000	14,500	14,183
Travelling expenses.....	(5) 90,000	100,000	89,532
Freight and express.....	(6) 300	1,300	1,241
Postage.....	(7) 500	500	491
Telephones and telegrams.....	(8) 9,500	17,500	11,888
Publication of board reports.....	(9) 14,000	10,500	10,411
Office stationery, supplies and equipment.....	(11) 19,900	19,900	19,843
Sundries.....	(22) 2,500	2,500	1,885
	<u>\$ 1,500,000</u>	<u>\$ 1,500,000</u>	<u>\$ 1,465,214</u>

- A Payments by services with individual payments of \$2,000 or over were:
Chartered accountant fees \$2,551—Riddell, Stead, Graham & Hutchinson Montreal \$2,551.
Official reporting services \$14,183—G A Thompson Toronto \$14,183.

Railway grade crossing fund, c. 234 R.S., as amended..... (20) \$ 5,000,000

Details will be found under the schedule, Undisbursed Balances of Appropriations to Special Accounts in volume I of this report.

Vote 82 Amount to be credited to the railway grade crossing fund, in addition to the amount to be credited to the fund under the Railway Act in the current fiscal year, for the general purposes of the fund, and, notwithstanding section 30 of the Financial Administration Act, to authorize an increase to \$34,967,000 in the commitments (in addition to any commitments in respect of which amounts are appropriated under this or any other Act) that may be made in the current and subsequent fiscal years..... 9,000,000

Expenditures..... (20) \$ 9,000,000

Payments to the Canadian Pacific Railway Company and the Canadian National Railway Company equal to the annual cost of maintaining the trackage between specified points, in Ontario, on the transcontinental lines of the said railways in accordance with Chapter 234, Revised Statutes..... (20) \$ 7,000,000

Section 468 of the Railway Act, c. 234, R.S., as amended, provided for payment when authorized by the Governor in Council, out of the Consolidated Revenue Fund (a) to the Canadian Pacific Railway Company of an amount equal to the annual cost of maintaining the trackage between Sudbury and Fort William on its transcontinental line of railway, and (b) to the Canadian National Railway Company of an amount equal to the annual cost of maintaining trackage corresponding in extent to that mentioned in (a) between Capreol and Fort William and between Cochrane and Armstrong on the transcontinental lines of the Canadian National Railways. The aggregate of the payments is not to exceed the sum of seven million dollars in any year. Payments in 1965-66 were authorized by P.C. 1953-686, April 30, 1953.

The Board of Transport Commissioners for Canada is charged with the duty of determining the annual cost of maintaining the trackage for which payment may be made and of directing the application of the amounts paid to a reduction in freight rates on traffic moving over the said trackage.

The Canadian Pacific Railway Company received \$3,749,195 and the Canadian National Railways \$3,250,805.

Vote 83b Notwithstanding any limitation that may be contained in section 265 of the Railway Act, to authorize the payment of an amount not exceeding \$2,000,000 from the railway grade crossing fund to be applied towards the cost of any relocation of the Canadian Pacific Railway line in Sault Ste Marie pursuant to an order of the Board (20) \$1

Vote 84b To provide for balance of payments to companies subject to Order number 96300, dated November 17, 1958, of the Board of Transport Commissioners for Canada in respect of the period April 1, 1964, to March 31, 1965, payable to said companies for such diminution in their aggregate gross revenues during the said period as in the opinion of the said Board is attributable to such companies maintaining the rate level for freight traffic at an 8% increase instead of 17% as authorized by the said Order.....	600,000
Vote 84d To provide payments to companies subject to Order number 96300, dated November 17, 1958, of the Board of Transport Commissioners for Canada of an aggregate amount of \$20,000,000 in respect of the period April 1, 1965, to March 31, 1966, to be paid in instalments at such times as may be determined by the said Board for the purpose of reimbursing the said companies for such diminution in their aggregate gross revenues during the said period as in the opinion of the said Board is attributable to such companies maintaining the rate level for freight traffic at an 8% increase instead of 17% as authorized by the said Order; and to provide payments to the said companies of an aggregate amount in respect of the calendar year 1965 of \$50,000,000 to be paid in instalments at such times and in accordance with such methods of allocation as may be determined by the said Board for the maintenance by such companies of the rates of freight traffic at the said reduced level.....	70,000,000
Vote 84e To increase from \$70,000,000 to \$95,000,000 the payments authorized by Vote 84d of Supplementary Estimates (D) 1965-66 to railway companies to maintain the rates of freight traffic at a reduced level and to extend the purposes of the said Vote to authorize payments to the said companies in respect of the calendar year 1964.....	25,000,000
	<u>95,600,000</u>
Expenditures (20)	<u>\$87,651,099</u>

Payments were made to: Algoma Central and Hudson Bay Railway Co \$346,665, Canada and Gulf Terminal Railway \$57,623, Canada Steamship Lines Ltd \$584,362, Canadian National Railways \$51,172,880, Canadian Pacific Railway Company \$34,082,578, Chesapeake and Ohio Railway Co \$71,942, Great Northern Railway Co \$11,113, The Midland Railway Co of Manitoba \$95,428, Napierville Junction Railway Co \$11,128, New York Central System \$71,517, Northern Alberta Railway Co \$951,443, Ontario Northland Railway Co \$4,421, The Toronto Hamilton and Buffalo Railway Co \$189,999.

CANADIAN MARITIME COMMISSION

The Commission was established by the Canadian Maritime Commission Act, c.38, R.S., effective from November 1, 1947, to consider and recommend to the Minister such policies and measures as it considers necessary for the operation, maintenance, manning and development of a merchant marine and ship-building and ship-repairing industry commensurate with Canadian maritime needs.

The Act also provides that the Commission shall (a) exercise and perform on behalf of the Minister such powers, duties and functions of the Minister under the Canada Shipping Act, as the Minister may require; (b) administer, in accordance with regulations of the Governor in Council, any steamship subventions voted by Parliament; and (c) exercise or perform any other powers, duties or functions conferred on, or required to be performed by, the Commission by or pursuant to any other Act or order of the Governor in Council.

Vote 85 Administration of the Commission and the degaussing of Canadian Government ships and Canadian-owned merchant ships, of 3,000 gross tons to 20,000 gross tons, of Canadian registry or of United Kingdom registry if subject to re-transfer to Canadian registry under special intergovernmental arrangement	395,800
Vote 85e To extend the purposes of Transport Vote 85 of the Main Estimates, 1965-66 to include federal assistance towards the cost of ice-breaking in the Miramichi River, N B.	45,500
Transfer from Department of Finance Vote 15 contingencies.	4,500
	445,800
Expenditures.	\$ 353,672

Administration

	Estimates	Allotments	Expenditures
A Salaries and wages.....\$ 193,000			
Transfer from Department of Finance Vote 15 4,500			
	(1) 197,500	197,500	170,763
Professional and special services.....	(4) 6,000	6,000	
Travelling and removal expenses.....	(5) 12,000	12,000	9,765
Postage.....	(7) 100	100	41
Telephones and telegrams.....	(8) 6,300	6,300	3,859
Publication of the annual report.....	(9) 1,800	1,800	1,379
Advertising—Steamship subsidy tenders.....	(10) 1,500	1,500	
Office stationery, supplies and equipment.....	(11) 5,000	5,000	4,395
Assistance towards the cost of ice-breaking in the Miramichi River, N B.....	(20) 45,500	45,500	45,500
Sundries.....	(22) 100	100	94
	\$ 275,800	\$ 275,800	\$ 235,796

A Included salary of the chairman of the Canadian Maritime Commission, H J Darling appointed by P.C. 1966-290, February 21, 1966. Member J C Rutledge is serving without remuneration.

Degaussing Canadian Government ships and Canadian-owned merchant ships of 3,000 gross tons to 20,000 gross tons, of Canadian registry or of United Kingdom registry if subject to re-transfer to Canadian registry under special inter-governmental arrangement

	Estimates	Allotments	Expenditures
Sundries..... (22) \$ 170,000	\$ 170,000	\$ 170,000	\$ 117,876
Total Vote 85.....	\$ 445,800	\$ 445,800	\$ 353,672

Vote 90 Steamship subventions for coastal services, as detailed in the Estimates . .	8,549,006
Vote 90b	299,000
Vote 90d	36,875
Vote 90e	523,000
	9,407,881
Expenditures	\$ 9,398,103

This vote was provided for payment of steamship subventions to contractors (shown in parenthesis) for services between the following ports:

	<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
<i>Western Local Services</i>			
Service between—			
Gold River and Zeballos BC (Barkley Sound Transportation Co Ltd \$4,000 and Nootka Sound Service Ltd \$20,000)	24,000	24,000	24,000
Vancouver and northern British Columbia ports (Northland Shipping (1962) Co Ltd)	300,000	300,000	300,000
Vancouver and west coast of Vancouver Island BC (Northland Navigation Co Ltd)	88,000	88,000	88,000
<i>Eastern Local Services</i>			
Service between—			
Dalhousie NB and Miguasha Que (Restigouche Ferries Ltd)	37,500	27,772	27,523
Grand Manan and the mainland NB (St John Marine Transports Ltd \$94,000 and Coastal Transport Ltd \$145,500)	259,000	239,500	239,500
Halifax NS and St John's Nfld (Newfoundland Canada Steamships Ltd)	216,000	203,670	203,670
Ile-aux-Coudres and Les Eboulements Que (La Cie de Navigation Cartier Ltee)	33,000	33,000	33,000
Ile-aux-Grues and Montmagny Que (summer) (Paul-Eugene Lavoie)	6,500	6,500	6,500
Ile-aux-Grues and Montmagny Que (winter) (Albert Vezina)	1,700	1,700	1,700
Iles de la Madeleine Que and Montreal Que (La Co-operative de Transport Maritime et Aerien)	100,000	100,000	100,000
Iles de la Madeleine Que, Cheticamp and Halifax NS (La Co-operative de Transport Maritime et Aerien)	35,000	35,000	35,000
Matane and Godbout Que (La Traverse Matane-Godbout Ltee)	30,000	30,000	24,000
Mulgrave and Canso NS (Langley Shipping Ltd)	52,400	52,400	52,400
Mulgrave, Queensport and Isle Madame NS (Langley Shipping Ltd)	31,250	31,250	31,250
Owen Sound, Manitoulin Island and Georgian Bay Ont (Owen Sound Transportation Co Ltd)	157,000	157,000	157,000
Pelee Island and the mainland Ont (Pele Shipping Co Ltd)	78,695	78,695	78,695
Pictou NS, Charlottetown PEI and Iles de la Madeleine Que (The Magdalen Islands Transportation Co Ltd)	294,000	278,000	278,000
Portugal Cove and Bell Island Nfld (The Newfoundland Transportation Co Ltd)	273,307	273,307	273,307
Prince Edward Island and Newfoundland (North Shipping and Transportation Ltd)	84,500	82,900	82,900
Prince Edward Island and north shore of St Lawrence River Que (Reginald S MacDonald)	42,500	42,500	42,500
Prince Edward Island and Nova Scotia (Northumberland Ferries Ltd)	819,849	819,849	816,320
Quebec, Natashquan and Blanc Sablon Que (Clarke Steamship Co Ltd)	430,000	430,000	430,000
Rimouski and north shore ports to Blanc Sablon Que (La Cie de Transport du Bas St Laurent)	290,000	290,000	290,000
Riviere-du-Loup and St Simeon Que (La Traverse Riviere du Loup—St Simeon Ltee)	21,000	21,000	21,000

	Estimates	Allotments	Expenditures
Saint John NB, Tiverton, Freeport, Westport and Yarmouth NS (Saint John Marine Transports Ltd).....	38,000		
Saint John and White Head Island NB (Rolfe Cronk and Craig D Cheney).....	3,500	3,500	3,500
St Lawrence River and Gaspé ports to Chandler Que (Maritime Agency Inc).....	43,000	43,000	43,000
Ste Anne des Monts and Sept Iles Que (Ungava Transports Ltee).....	50,000	50,000	50,000
Sorel and Ile St-Ignace Que (La Cie de la Traverse du St Laurent Ltee).....	43,000	43,000	43,000
Sydney and Bay St Lawrence NS (The Aspy Steamship Co Ltd).....	42,500		
Trois-Pistoles and Les Escoumins Que (La Cie de Navigation de Trois-Pistoles Ltee).....	5,000	5,000	5,000
Twillingate and New World Island Nfld (Capt Frank Saunders and Winston S Saunders).....	56,625	56,625	56,625
Yarmouth NS and Rockland Maine USA (Himmelman Supply Co Ltd).....	10,650	10,650	10,650
<i>Newfoundland Coastal Steamship Service</i>			
Financial assistance to the operation of coastal steamship services.....	5,550,063	5,550,063	5,550,063
	9,547,539	9,407,881	9,398,103
<i>Less—Funds available from the provision in the main Estimates 1965-66 for services between Dalhousie NB and Miguasha Que (\$9,728); Grand Manan and the Mainland NB (\$19,500); Halifax NS and St John's Nfld (\$12,330); Pictou NS, Charlottetown PEI and Iles de la Madeleine Que (\$16,000); Prince Edward Island and Newfoundland (\$1,600); Saint John NB, Tiverton, Freeport, Westport and Yarmouth NS (\$38,000); Sydney and Bay St Lawrence NS (\$42,500).....</i>			
	139,658		
	(20) \$ 9,407,881	\$ 9,407,881	\$ 9,398,103

A refund of \$3,528 was received from Northumberland Ferries Ltd and credited to the vote in accordance with the recapture clause of the relevant agreement.

Vote 95 Capital subsidies for construction of commercial and fishing vessels in accordance with regulations of the Governor in Council.....	25,000,000
Vote 95b.....	14,000,000
Vote 95d.....	1,541,000
	40,541,000
Expenditures.....	(20) \$40,512,684

In accordance with Ships Construction Assistance Regulations as authorized by P.C. 1961-1290, September 8, 1961, as amended, agreements were entered into with the following shipbuilders and shipowners.

Shipbuilders	Shipowners	Estimated subsidy	Expenditures
		\$	\$
Allied Shipbuilders Ltd.....	Great West Towing and Salvage Ltd	211,270	211,270 (f)
Allied Shipbuilders Ltd.....	Rayonier Canada (BC) Ltd.....	216,829	216,829 (f)
Atlantic Shipbuilding Co Ltd.....	Riverport Steamship Co Ltd.....	108,150	108,150 (f)
Atlas Construction Co. Ltd.....	Atlas Construction Co Ltd.....	62,460	62,460 (f)
E F Barnes Ltd.....	Avalon Coal and Salt Ltd.....	128,400	128,400 (f)
Bathurst Marine Ltd (3 agreements).....	Gulf Garden Foods Ltd.....	597,000	79,600
		to date	597,000 (f)
Bathurst Marine Ltd (2 agreements).....	Leaseway Ltd.....	735,000	588,000
Bel-Aire Shipyard Ltd.....	Viking Tugboat Co Ltd.....	72,766	72,766 (f)

Shipbuilders	Shipowners	Estimated subsidy	Expenditures
		\$	\$
Bel-Aire Shipyard Ltd.....	Wesfrob Mines Ltd.....	27,783	27,783 (f)
Benson Bros Shipbuilding Co (1960) Ltd..	Innes & Pierce Fishing Co Ltd....	114,315	114,315 (f)
Benson Bros Shipbuilding Co (1960) Ltd..	Mattuna Fisheries Ltd.....	125,000	125,000 (f)
B C Marine Engineers and Shipbuilders Ltd	Rockerete Marine Ltd.....	127,136	127,136 (f)
Burrard Dry Dock Co Ltd.....	J Douglas Maitland and J P R Nicholls.....	40,659	40,659 (f)
Burrard Dry Dock Co Ltd.....	R W Underhill, N S Vallance and J R Pearson.....	40,659	40,659 (f)
Canadian Shipbuilding & Engineering Ltd (3 agreements).....	The Algoma Central and Hudson Bay Railway Co.....	5,455,028	2,098,600
	to date		5,455,028 (f)
Canadian Shipbuilding & Engineering Ltd.	Bayswater Shipping Ltd.....	116,403	116,403 (f)
Canadian Shipbuilding & Engineering Ltd.	Canada Steamship Lines Ltd.....	2,471,000	494,200
Canadian Shipbuilding & Engineering Ltd.	Canadian General Electric Co Ltd.	3,592,000	718,400
	to date		3,592,000 (f)
Canadian Vickers Ltd.....	The British Yukon Navigation Co.	2,330,040	1,864,032
	to date		2,330,040 (f)
Canadian Vickers Ltd.....	Canadian Vickers Ltd.....	2,198,200	439,640
	to date		2,198,200 (f)
Canadian Vickers Shipyards Ltd.....	Traverse Matane-Godbout Ltd....	839,728	419,864
Chantier Maritime de St Laurent (Quebec) Inc.....	Chantier Maritime de St Laurent (Quebec) Inc.....	37,800	30,240
Harley S Cox & Sons Ltd.....	Ivan T Scott.....	60,546	60,546 (f)
Geo T Davie & Sons Ltd (2 agreements)..	Booth Fisheries Canadian Co Ltd..	576,179	576,179 (f)
Davie Shipbuilding Ltd (3 agreements)....	Canada Steamship Lines Ltd.....	9,691,154	1,983,867
	to date		9,691,154 (f)
Davie Shipbuilding Ltd (2 agreements)....	Canada Steamship Lines Ltd.....	6,266,500	3,461,300
Davie Shipbuilding Ltd.....	Gulf Ports Steamships Co Ltd....	2,270,000	1,135,000
	to date		2,270,000 (f)
Davie Shipbuilding Ltd (2 agreements)....	Industrial Acceptance Corp Ltd...	4,746,000	4,273,500
	to date		4,746,000 (f)
Davie Shipbuilding Ltd.....	N W Patterson & Sons Ltd.....	861,560	861,560 (f)
Dominion Steel & Coal Corp Ltd.....	M V Tem Ltd.....	354,252	354,252 (f)
Dosco Industries Ltd.....	Kingcome Navigation Co Ltd.....	455,483	364,386
Dosco Industries Ltd (2 agreements).....	National Sea Products Ltd.....	881,552	705,242
Dosco Industries Ltd (2 agreements).....	H B Nickerson & Sons Ltd.....	705,000	705,000 (f)
Erieau Shipbuilding & Drydock Co Ltd...	McQueen Marine Ltd.....	219,400	219,400 (f)
Ferguson Industries Ltd.....	Bickerton Co-operative Ltd.....	270,158	270,158 (f)
Ferguson Industries Ltd (2 agreements)...	Burgeo Trawlers Ltd.....	549,454	549,454 (f)
Ferguson Industries Ltd.....	Gaultois Fisheries Ltd.....	274,727	274,727 (f)
Hike Metal Products Ltd.....	J H Smale Ltd.....	28,119	28,119 (f)
Le Chantier Naval Ltee.....	Fishermen's Loan Board of New Brunswick.....	63,350	63,350 (f)
Les Chantiers Maritimes De Paspebiac Inc	Gorton-Pew Ltd.....	166,250	166,250 (f)
Les Chantiers Maritimes De Paspebiac Inc (2 agreements).....	Grindstone Fisheries Ltd.....	332,500	332,500 (f)
Marine Industries Ltd.....	Booth Fisheries Canadian Co Ltd..	553,940	110,788
Marine Industries Ltd.....	Marine Industries Ltd.....	38,548	38,548 (f)
Marine Industries Ltd.....	Pêcheurs Unis de Quebec.....	553,940	110,788
W C McKay & Sons Ltd.....	Edwin R Brewer.....	49,854	49,854 (f)
McKenzie Barge & Derrick Co Ltd.....	Georgia Shipping Ltd.....	41,239	41,239 (f)
McKenzie Barge & Derrick Co Ltd (4 agreements).....	Gulf of Georgia Towing Co Ltd...	101,152	101,152 (f)
McKenzie Barge & Derrick Co Ltd (2 agreements).....	Vancouver Yacht Charters Ltd....	88,200	88,200 (f)
McLean's Shipbuilding Ltd.....	Alvin Michael Anstey.....	48,856	48,856 (f)
McLean's Shipbuilding Ltd.....	William R Banfield.....	45,041	45,041 (f)
McLean's Shipbuilding Ltd.....	Mersey Ventures Ltd.....	58,800	58,800 (f)

Shipbuilders	Shipowners	Estimated subsidy	Expenditures
		\$	\$
Newfoundland Shipyards Ltd.....	Foote Shipping Co Ltd.....	56,000	56,000 (f)
Port Weller Dry Dock Ltd.....	Imperial Oil Ltd.....	1,623,757	974,254
	to date		1,299,006
Port Weller Dry Dock Ltd.....	Leaseback Projects Ltd (formerly Chimo Shipping Ltd).....	599,306	8,550
	to date		599,306 (f)
Port Weller Dry Dock Ltd (2 agreements).	Upper Lakes Shipping Ltd.....	8,063,372	2,053,192
	to date		8,063,372 (f)
Port Weller Dry Dock Ltd.....	Upper Lakes Shipping Ltd.....	3,762,500	752,500
Russel Brothers Ltd.....	Consolidated West Petroleum Ltd.	211,210	211,210 (f)
Russel Brothers Ltd.....	Quebec North Shore Paper Co....	110,766	110,766 (f)
Saint John Shipbuilding & Dry Dock Co Ltd	Canadian General Electric Co Ltd.	4,181,415	3,345,132
Saint John Shipbuilding & Dry Dock Co Ltd (3 agreements).....	Engineering Consultants Ltd.....	824,950	525,560
	to date		824,950 (f)
Saint John Shipbuilding & Dry Dock Co Ltd	J D Irving Ltd.....	480,000	96,000
Smith & Rhuland Ltd.....	Bounty Fisheries Ltd.....	87,495	87,495 (f)
Snyder's Shipyard Ltd.....	Romkey Fishing Co Ltd.....	103,250	103,250 (f)
Star Shipyard (Mercer's) Ltd.....	Great West Towing & Salvage Ltd.	179,706	179,706 (f)
Star Shipyard (Mercer's) Ltd.....	Ocean Cement Ltd.....	95,772	95,772 (f)
Star Shipyard (Mercer's) Ltd.....	Sceptre Dredging Ltd.....	217,300	217,300 (f)
Star Shipyard (Mercer's) Ltd.....	Swiftsure Towing Co Ltd.....	98,391	98,391 (f)
Star Shipyard (Mercer's) Ltd.....	Vancouver Tug Boat Co Ltd....	382,953	306,362
A F Theriault & Son Ltd.....	Comeau's Sea Foods Ltd.....	78,400	78,400 (f)
A F Theriault & Son Ltd.....	Ritcey Brothers (Fisheries) Ltd..	58,450	58,450 (f)
Victoria Machinery Depot Co Ltd (5 agreements).....	British Columbia Ferry Authority.	4,616,852	3,105,094
	to date		4,616,852 (f)
Victoria Machinery Depot Co Ltd.....	Lafarge Cement of North America Ltd.....	153,502	153,502 (f)
Victoria Machinery Depot Co Ltd.....	Ocean Cement Ltd.....	128,135	128,135 (f)
Wagstaff & Hatfield Ltd.....	Fraser Shepherd.....	14,700	14,700 (f)
Reginal Weir.....	Buffett Fisheries Ltd.....	95,000	95,000 (f)
Yarrows Ltd.....	Island Tug & Barge Ltd.....	535,473	535,473 (f)
Yarrows Ltd (2 agreements).....	Kingcome Navigation Co Ltd....	929,556	929,556 (f)
Yarrows Ltd.....	Ian W MacDonald, et al.....	510,171	102,034
	to date		510,171 (f)
Yarrows Ltd.....	Straits Towing Ltd.....	450,938	450,938 (f)
Yarrows Ltd (10 agreements).....	Vancouver Tug Boat Co Ltd.....	437,500	437,500 (f)

NATIONAL HARBOURS BOARD

The following statements of expenditures for the National Harbours Board are only in respect of moneys appropriated by Parliament. The accounts of the Board are audited by the Auditor General of Canada, and the financial statements for the year ended December 31, 1965, as certified by him, will be found in volume III of this report.

Details of advances to active accounts are shown in appendix 4 to this section.

Vote 100 Advances to National Harbours Board, subject to the provisions of section 29 of the National Harbours Board Act, to meet reconstruction and capital expenditures during the calendar year 1965 as detailed in the Estimates

Construction or acquisition of buildings, works and land—

Halifax.....	1,903,500
Saint John.....	178,000
Chicoutimi.....	20,000
Quebec.....	1,895,000
Prescott.....	600,000
Churchill.....	74,000

Construction or acquisition of equipment—

Halifax.....	49,400
Quebec.....	15,000
Prescott.....	300,000
Port Colborne.....	100,000
Churchill.....	275,000

Generally—Unforeseen and miscellaneous..... 200,000

5,609,900

Less—Amount to be expended from replacement and other funds..... 4,122,000

1,487,900

Vote 100b Reconstruction and capital expenditures—**Construction or acquisition of buildings, works and land—**

Quebec..... **615,000**

2,102,900

Expenditures..... \$ 747,466

	Estimates	Allotments	*Expenditures
A Construction or acquisition of buildings, works and land			
Halifax.....	1,903,500		
Less—amount to be expended from replacement and other funds.....	1,065,000		
	838,500	838,500	
Renovations and improvements to equipment for unloading grain from ships			
Contract (on a unit price basis): Fundy Construction Co Ltd \$1,441,544, expenditure \$62,805.			

	Estimates	Allotments	*Expenditures
Installation of dust control system in grain elevator			
Expenditures on this project to date were \$415,146.			
Contract (1964-65): Simon Day Ltd \$411,154, expenditure \$323,558, to date \$390,597.			
Addition to truck and car loading facilities at grain elevator			
Total expenditures on this project were \$190,880.			
Construction of shed 9A			
Contract: J G Fitzpatrick Ltd \$711,414, expenditure \$640,273.			
Saint John.....	178,000		
Less—amount to be expended from replacement and other funds.....	178,000		
Chicoutimi.....	20,000		
Less—amount to be expended from replacement and other funds.....	20,000		
Quebec.....	2,510,000		
Less—amount to be expended from replacement and other funds.....	1,495,000		
	1,015,000	1,015,000	747,466
Extension to St. Charles Estuary Wharf			
Contract: Quebec Engineering Ltd \$1,161,933, expenditure \$1,131,464.			
Construction of 2,000,000 bushel storage addition to grain elevator			
Expenditures on this project to date were \$3,551,559.			
Contract (1963-64): Freres Marquis Ltee, \$3,483,474, expenditure \$599,787, to date \$3,340,045.			
Reconstruction of shed B, Wolfe's Cove Terminal			
Contract (on a unit price basis): Delmont Construction Ltee \$694,993, expenditure \$163,289.			
Reconstruction of shed A, Wolfe's Cove			
Expenditures on this project to date were \$511,636.			
Replacement of old buildings on the south approach to Bascule Bridge			
Total expenditures on this project were \$122,192.			
Prescott.....	600,000		
Less—amount to be expended from replacement and other funds.....	600,000		
Churchill.....	74,000		
Less—amount to be expended from replacement and other funds.....	74,000		
Total construction or acquisition of buildings, works and land.....	(13) 1,853,500	1,853,500	747,466
Construction or acquisition of equipment			
Halifax.....	49,400	49,400	
Quebec.....	15,000		
Less—amount to be expended from replacement and other funds.....	15,000		
Prescott.....	300,000		
Less—amount to be expended from replacement and other funds.....	300,000		

	Estimates	Allotments	*Expenditures
Port Colborne.....	100,000		
Less—amount to be expended from replacement and other funds.....	100,000		
Churchill.....	275,000		
Less—amount to be expended from replacement and other funds.....	275,000		
Total construction or acquisition of equipment (16)	49,400	49,400	
Generally—unforeseen and miscellaneous (22)	200,000	200,000	
	<u>\$ 2,102,900</u>	<u>\$ 2,102,900</u>	<u>\$ 747,466</u>

*Amounts in this column represent expenditures made from Parliamentary appropriations only.

In accordance with section 29 of the National Harbours Board Act, c. 187, R.S., as amended, certificates of indebtedness for \$747,466 at 5½ per cent per annum, were issued to the Government of Canada to cover the expenditures under Votes 100 and 100b.

Expenditures reported under contracts include amounts charged to appropriations and to the replacement fund and the Board's revenues where applicable.

The variation between the appropriation and the total of expenditures charged thereto was due in part to the fact that some of the year's expenditures were charged to the Board's own funds rather than to the appropriation; the remainder of the variation was due, principally, to the fact that no expenditures were required to be made against the Generally—Unforeseen and miscellaneous allotment.

A Included: consultant's fees—Pelletier & Watson \$14,332, inspection fees \$518.

Vote 102e To authorize, in accordance with terms and conditions approved by the Governor in Council, special assistance to firms displaced as a result of construction of the Saskatchewan Wheat Pool elevator in Vancouver Harbour, B.C.	75,000
Expenditures..... (20)	<u>\$ 61,532</u>

Vote 103 To authorize expenditures by the National Harbours Board, either by itself or on behalf of or in cooperation with others, for certain purposes relating to the Canadian Universal and International Exhibition, Montreal, 1967, and to provide, notwithstanding sections 28 and 29 of the National Harbours Board Act, for an absolute grant to the Board for such purposes to be credited to the National Harbours Board Special Account.....	3,823,000
Vote 103b.....	960,000
	<u>4,783,000</u>
Expenditures..... (13)	<u>\$ 3,860,602</u>

Vote 104b Payment to the National Harbours Board to be applied in payment of the deficit (exclusive of interest on advances authorized by Parliament and depreciation on capital structures) expected to be incurred in the calendar year 1965 in the operation of the Jacques Cartier Bridge, Montreal Harbour.....	160,000
Expenditures..... (33)	<u>\$ 160,000</u>

THE ST LAWRENCE SEAWAY AUTHORITY

Vote 105 Operating deficit and capital requirements of canals and works entrusted to The St Lawrence Seaway Authority with the approval of the Governor in Council, and to authorize, notwithstanding the Financial Administration Act or any other act, the disbursement by the authority of revenues derived from the operation and management of such canals and works.....	2,698,000
Expenditures.....	<u>\$ 1,899,563</u>

		Estimates	Allotments	Expenditures
Construction or acquisition of buildings, works and land	(13)	250,000	250,000	104,926
Construction or acquisition of equipment	(16)	8,000	8,000	5,403
Operating deficit	(22)	2,440,000	2,440,000	1,789,234
		<u>\$ 2,698,000</u>	<u>\$ 2,698,000</u>	<u>\$ 1,899,563</u>

Vote 107e Payment to The St Lawrence Seaway Authority, upon application, approved by the Minister of Transport, made by the authority to the Minister of Finance to reimburse the authority in respect of the Welland canal deficit incurred by the authority during the calendar year 1965

8,250,000

Expenditures (22) \$ 8,174,573

Payment to the St Lawrence Seaway Authority of an amount equal to the net proceeds realized from the sale of property under the administration or control of the authority and paid into the consolidated revenue fund during the current fiscal year, The St Lawrence Seaway Authority Act, c.242, R.S., as amended

\$ 45,447

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
DEPARTMENT			
(1) Civil salaries and wages	93,605,292	93,398,328	82,083,048
(2) Civilian allowances	1,861,700	1,810,089	1,840,179
(4) Professional and special services	9,362,800	8,390,355	7,610,597
(5) Travelling and removal expenses	3,700,600	4,227,373	3,552,369
(6) Freight, express and cartage	1,268,735	960,070	1,093,749
(7) Postage	123,200	122,821	113,505
(8) Telephones, telegrams and other communication services	7,983,915	6,849,894	6,362,520
(9) Publication of departmental reports and other material	168,400	187,236	150,227
(10) Exhibits, advertising, films, broadcasting and displays	13,000	34,242	18,111
(11) Office stationery, supplies, equipment and furnishings	1,768,185	1,666,210	1,374,298
(12) Materials and supplies	10,540,850	10,189,347	9,119,942
Buildings and works, including land—			
(13) Construction or acquisition	68,452,800	58,493,049	46,307,297
(14) Repairs and upkeep	5,514,900	5,224,031	5,445,585
(15) Rentals	173,000	184,849	231,154
Equipment—			
(16) Construction or acquisition	56,945,100	47,679,686	29,461,970
(17) Repairs and upkeep	6,914,200	6,760,607	7,076,496
(18) Rentals	2,720,700	2,441,035	2,540,299
(19) Municipal or public utility services	4,171,100	3,738,610	3,527,049
(20) Contributions, grants, subsidies, etc., not included elsewhere—			
Maritime Freight Rates Act	16,573,000	15,516,866	14,730,429
Great Slave Lake Railway	9,666,000	9,666,000	24,134,000
Sundry	3,891,376	3,576,478	1,872,654
	<u>30,130,376</u>	<u>28,759,344</u>	<u>40,737,083</u>
(21) Pensions, superannuation and other benefits	344,957	346,539	273,239
(22) All other expenditures (other than special categories)	1,280,770	1,011,677	4,210,979
SPECIAL CATEGORIES			
(33) Deficits—			
Canadian National Railways	34,718,000	33,414,884	38,725,904
Newfoundland ferry and terminals	12,259,600	12,368,009	11,086,937

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
Northwest communications system	218,000	87,701	146,689
Prince Edward Island car ferry and terminals	4,236,000	4,208,451	3,978,806
Yarmouth, Nova Scotia—Bar Harbour, Maine, U.S.A., ferry service	282,800		96,324
	51,714,400	50,079,045	54,034,660
	358,758,980	332,554,437	307,164,356
(34) Less—Estimated savings and recoverable items	11,278,597	390,406	936,647
	347,480,383	332,164,031	306,327,709

AIR TRANSPORT BOARD

(1) Civil salaries and wages	713,350	666,283	607,657
(4) Professional and special services	11,800	11,906	11,100
(5) Travelling and removal expenses	42,000	38,656	32,814
(6) Freight, express and cartage	175	248	415
(7) Postage	940	940	1,000
(8) Telephones, telegrams and other communications services	9,160	11,027	9,689
(10) Exhibits, advertising, films, broadcasting and displays	4,500	3,419	2,182
(11) Office stationery, supplies, equipment and furnishings	16,700	17,445	18,913
Buildings and works including land—			
(15) Rentals			1,357
(20) Contributions, grants, subsidies, etc., not included elsewhere	381,000	381,000	
(22) All other expenditures	475	603	2,506
	1,180,100	1,131,417	699,633

BOARD OF TRANSPORT COMMISSIONERS FOR CANADA

(1) Civil salaries and wages	1,458,000	1,430,889	1,351,331
(2) Civilian allowances	300	300	300
(4) Professional and special services	23,000	16,734	11,031
(5) Travelling and removal expenses	90,000	89,532	94,903
(6) Freight, express and cartage	300	1,241	213
(7) Postage	500	491	491
(8) Telephones, telegrams and other communications services	9,500	11,888	10,189
(9) Publication of departmental reports and other materials	14,000	10,411	13,451
(11) Office stationery, supplies, equipment and furnishings	19,900	19,843	17,373
(20) Contributions, grants, subsidies, etc., not included elsewhere—			
Railway grade crossing fund	14,001,001	14,000,000	5,100,000
Payments to the Canadian Pacific Railway Com- pany and the Canadian National Railway Com- pany equal to the annual cost of maintaining the trackage between specified points in Ontario on the transcontinental lines of the said railway in ac- cordance with Chapter 234, R.S.	7,000,000	7,000,000	7,000,000
Freight rates reduction	95,600,000	87,651,099	68,727,510
	116,600,001	108,651,099	80,827,510
(22) All other expenditures	2,500	1,885	1,329
	118,218,001	110,234,313	82,318,121

CANADIAN MARITIME COMMISSION

(1) Civil salaries and wages	197,500	170,763	182,136
(4) Professional and special services	6,000		
(5) Travelling and removal expenses	12,000	9,765	11,293
(7) Postage	100	41	40
(8) Telephones, telegrams and other communications services	6,300	3,859	5,004
(9) Publication of departmental reports and other materials	1,800	1,379	1,230
(10) Exhibits, advertising, films, broadcasting and displays	1,500		538
(11) Office stationery, supplies, equipment and furnishings	5,000	4,395	3,601

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(20) Contributions, grants, subsidies, etc., not included elsewhere—			
Steamship subventions for coastal services.....	9,407,881	9,398,103	8,291,217
Capital subsidies for the construction of commercial and fishing vessels in accordance with regulations of the Governor in Council.....	40,541,000	40,512,684	32,000,000
Sundry.....	45,500	45,500	
	49,994,381	49,956,287	40,291,217
(22) All other expenditures.....	170,100	117,970	140,097
	50,394,681	50,264,459	40,635,156

NATIONAL HARBOURS BOARD

(13) Buildings and works, including land—			
Construction or acquisition.....	6,636,500	4,608,068	7,575,740
Equipment—			
(16) Construction or acquisition.....	49,400		1,123
(20) Contributions, grants, subsidies, etc., not included elsewhere.....	75,000	61,532	
(22) All other expenditures (other than special categories)..	200,000		

SPECIAL CATEGORIES

(33) Deficits.....	160,000	160,000	
	7,120,900	4,829,600	7,576,863

THE ST LAWRENCE SEAWAY AUTHORITY

(13) Buildings and works including land—			
Construction or acquisition.....	250,000	104,927	
Equipment—			
(16) Construction or acquisition.....	8,000	5,403	7,563
(22) All other expenditures.....	10,735,446	10,009,253	28,966,098
	10,993,446	10,119,583	28,973,661
Total.....	\$ 535,387,511	\$ 508,743,513	\$ 466,519,143

Estimated value of major services not included
in this department's appropriations

	1965-66	1964-65
DEPARTMENT		
Accommodation—provided by the Department of Public Works.....	2,079,800	2,112,400
Accommodation—in this Department's own buildings.....	9,918,500	6,813,800
Accounting and cheque issue services—Comptroller of the Treasury.....	1,075,300	985,300
Contributions to superannuation account—Department of Finance.....	4,938,100	4,658,600
Employee surgical-medical insurance premiums—Department of Finance.....	451,200	465,500
Employee compensation payments—Department of Labour.....	265,000	265,300
Carrying of franked mail—Post Office Department.....	99,000	101,800
	18,826,900	15,402,700
AIR TRANSPORT BOARD		
Accommodation—provided by the Department of Public Works.....	95,300	34,700
Accounting and cheque issue services—Comptroller of the Treasury.....	4,000	6,000
Contributions to superannuation account—Department of Finance.....	35,800	33,800
Employee surgical-medical insurance premiums—Department of Finance.....	2,800	2,900
Carrying of franked mail—Post Office Department.....	5,800	9,100
	143,700	86,500

DEPARTMENT OF TRANSPORT

43-63

BOARD OF TRANSPORT COMMISSIONERS FOR CANADA

	1965-66	1964-65
Accommodation—provided by the Department of Public Works.....	119,100	115,400
Accounting and cheque issue services—Comptroller of the Treasury.....	12,000	18,900
Contributions to superannuation account—Department of Finance.....	79,100	73,900
Employee surgical-medical insurance premiums—Department of Finance.....	5,800	5,800
Employee compensation payments—Department of Labour.....	100	100
Carrying of franked mail—Post Office Department.....	15,300	10,400
	<u>231,400</u>	<u>224,500</u>

CANADIAN MARITIME COMMISSION

Accommodation—provided by the Department of Public Works.....	24,500	24,000
Accounting and cheque issue services—Comptroller of the Treasury.....	25,700	29,000
Contributions to superannuation account—Department of Finance.....	12,200	11,400
Employee surgical-medical insurance premiums—Department of Finance.....	800	700
Carrying of franked mail—Post Office Department.....	1,800	2,300
	<u>65,000</u>	<u>67,400</u>
Total.....	<u>\$19,267,000</u>	<u>\$15,781,100</u>

Estimated value of major services provided to other departments

	1965-66	1964-65
National Defence—		
Meteorological services.....	1,774,600	,543,633
Telecommunication services.....	375,620	355,840
	<u>\$ 2,150,220</u>	<u>\$ 1,899,473</u>

Expenditures for Other Departments

Services were rendered and work performed for other departments by the Department of Transport and expenditures of \$6,064,399 were charged to the appropriations of such departments and included: Department of External Affairs (External Aid Office) \$2,386,747, Department of Fisheries \$682,351, Department of National Defence \$1,630,718, Department of Northern Affairs and National Resources \$985,132.

Payments of Damage Claims

Particulars and payee	Authority	Amount
Damage to aircraft in collision with snowbank at Grande Prairie Alta in January 1962, charged to Vote 30.		
Canadian Pacific Airlines Ltd.....	T.B. 652906 March 24, 1966	26,000
Damages as a result of a crash of an Air Canada DC8 jet liner November 1963, at Ste Therese de Blainville Que, charged to Vote 30.		
Pierre Desrosiers.....	T.B. 640794 May 19, 1965	1,150
Damages for injuries received by Steven Gushta when his car collided with a departmental vehicle at Edmonton International airport, charged to Vote 30.		
Steven Gushta.....	P.C.1960-11/944 July 15, 1960	1,680
Damages for a collision of departmental vehicle with a car at Vancouver in December 1963, charged to Vote 30.		
James L. Murray.....	P.C.1960-11/944 July 15, 1960	4,532

Damages for removal of tree which was within approach to runway
24R at Montreal airport, charged to Vote 35.

Robert A Shepherd Jr. Exchequer Court award 1,348

Damages to property as a result of a grass fire caused by a depart-
mental incinerator at East Baccaro N S, charged to Vote 30.

Allison Lee Stewart. T.B. 650326 January 27, 1966 1,484

Sundry claims each under \$1,000 (72). 17,456

\$ 53,650

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
A Return on investments.	9,635,048 25	43,290,114 89
B Privileges, licences and permits.	14,965,335 05	13,777,077 04
C Proceeds from sales.	1,222,381 77	820,893 49
D Services and service fees.	19,106,975 19	21,710,479 64
E Refunds of previous years' expenditure.	779,930 90	733,822 20
F Miscellaneous.	237,014 36	141,351 55
Total.	<u>\$ 45,946,685 52</u>	<u>\$ 80,473,738 81</u>

Summary of Revenues by Services

	1965-66	1964-65
Service—		
Administration.	6,217	1,261
Marine.	6,698,882	8,906,124
Railway and Steamship.	484,760	454,372
Air.	29,334,388	28,027,077
	<u>36,524,247</u>	<u>37,388,834</u>
Board of Transport Commissioners for Canada.	2,749	3,153
The St. Lawrence Seaway Authority.	9,419,690	43,081,456
Air Transport Board.		296
Total.	<u>\$45,946,686</u>	<u>\$80,473,739</u>

Details

Non-Tax Revenue—

A Return on investments:

Recoveries under certain Railway Subsidy Acts agreements. 44,617

This amount, which was received from the Post Office Department, re-
presents recoveries under the interest clause in certain Railway Subsidy
Acts agreements.

Interest on debentures—City of Montreal with respect to Atwater Avenue
Tunnel, \$58,514, and St. Remi Tunnel, \$32,107. 90,621

Interest on loans—Canadian National Railways, with respect to Yarmouth,
N.S., and Bar Harbour Maine ferry services, \$7,000; The St. Lawrence
Seaway Authority, \$9,399,630; Hamilton Harbour Commission, \$70,653;
Lakehead Harbour Commission, \$13,414, and Nanaimo Harbour Commission,
\$9,113. 9,499,810

9,635,048

B Privileges, licences and permits:**Marine Services—**

Concessions:	1,877
Marine engineer's examination fees	5,818
Marine registry—change of ship's name	3,241
Marine registry—initial registry	5,989
Marine registry—inspection of register book	840
Marine registry—transfer and mortgage	10,317
Merchant seamen's identity certificates	739
Nautical examination fees	16,994
Pilot's licence fees (pilotage)	885
Small vessel regulations—boat capacity plates	16,887
Rentals: land, \$89,455; living quarters, \$41,522; transmission line privileges, \$12,333; water lots, \$81,670; water power, \$128,136; miscellaneous, \$928	354,044
Railway and Steamship Services—Charter hire, Lord Selkirk, \$235,695; Pelee Islander, \$49,307; John Guy, \$108,715 and John Peyton, \$8,348	402,065

Air Services—

Aircraft parking—outside (including dead storage)	167,888
Aircraft registration certificates	29,105
Airport licences	9,675
Airworthiness certificates	65,550
Aviation personnel licences	49,408
Car parking meters	267,240
Concessions: advertising displays and signs, \$76,470; airline trip insurance, \$141,027; automotive service stations (excluding land rental), \$34,718; aviation fuel and oil, \$2,359,998; barber shops, \$15,266; book shops, \$29,949; candy shops, \$6,094; car parking areas, \$1,551,608; car rental, \$387,145; clothing shops, \$10,047; coin locks—toilet, \$46,638; drug stores, \$31,407; duty free shops, \$36,412; flight kitchens, \$57,827; gift shops, \$108,997; ground transportation, \$273,298; liquor sales, \$143,104; miscellaneous vending machines, \$14,227; news stands, \$97,753; parcel lockers, \$26,470; restaurant and snack bars, \$511,544; roomettes, \$13,216; telephone and telegraph, \$47,422; miscellaneous, \$9,743	6,030,380
External submarine cable licence fees	1,400
Observation roof-turnstiles	143,108
Private commercial broadcasting station licence fees	1,634,622
Radio operators' examination fees	5,974
Radio station licence fees	548,375
Registration fee for mobile equipment for aircraft fuelling	108,608
Rentals: equipment, \$54,542; hangar storage (aircraft), \$34,865; hydrant refuelling systems, \$211,260; inter-office communication facilities, \$8,931; land, \$700,956; living quarters (employees), \$880,682; living quarters (other than employees), \$96,867; office and shop space (terminal buildings), \$2,465,299; office and shop space (other buildings), \$171,022; public address systems, \$15,559; space, control lines and power, \$55,534; storage space (other than aircraft), \$121,684; tanks and pipe line, \$5,604; transmission line privileges, \$6,228; whole buildings, \$50,128; whole hangars or hangar bays, \$118,544; miscellaneous, \$84,557	5,082,262
Board of Transport Commissioners—	
Ship licences	2,044

14,965,335

C. Proceeds from sales:

Electric power, \$375,098; gasoline and oil, \$233,025; heat, \$81,879; land and buildings, \$223,387; publications, \$22,131; steam, \$82,971; water, \$192,237; miscellaneous, \$11,654	1,222,382
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D. Services and service fees:**Marine Services—**

Harbour dues (net)	437,305
The remuneration of harbour masters, amounting to \$84,274, was paid from harbour dues revenue.	
Marine service steamers' earnings	2,323,043
Measuring surveyors' fees—ships' tonnage	7,446
Pilotage administration and operation expenses	86,825
Pilotage fees: Goose Bay, Labrador, \$12,460; Port Weller—Sarnia, Pilotage District No. 2, \$728,742; Port Arthur—Sarnia, Pilotage District No. 3, \$44,657	785,859

Pilot boat fees	288,252
Port warden fees	76,381
Shipping master's fees	11,935
Statements of sea service certificates	869
Steamship inspection fees:	
Annual fees	154,885
Examination of plans	4,524
Incidental fees	40,413
Load lines	3,691
Non-Canadian ships	915
Sundry services	6,238
Wharf rental and wharfage (net)	1,419,448
The remuneration of wharfingers and certain expenses authorized for making the wharves serviceable, amounting to \$381,041 were paid from wharfage revenue.	

Air Services—

Aircraft landing fees: domestic, \$4,355,489; international—trans border, \$1,281,578; test flights, \$21,285; trans-oceanic, \$5,005,699	10,664,051
Air-ground radio service at airports	1,392,599
Commercial message tolls	328,780
Fees for use of aircraft	36,784
Garbage disposal	32,411
Joint user terminal facilities charge	619,871
Mess receipts	122,485
Porter service	51,673
Ship radio inspection fees	24,747
Sundry services	150,513
Telephone service	17,297
Type approval and testing fees	17,735

19,106,975

E Refunds of previous years' expenditure:

Miscellaneous	779,931
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F Miscellaneous:

Fines: Aeronautics Act, \$8,174; Canada Shipping Act, \$14,462; Radio Act, \$330; Transport Act, \$66,771	89,737
Forfeitures: Aeronautics Act, \$400; Canada Shipping Act, \$2,772	3,172
Retention of partial security and holdbacks in default on contract #56816 Williams and Williams (Eastern) Ltd., Montreal International Airport (Dorval)	68,947
Sundries	75,159

237,015

Total..... \$45,946,686

Certified correct.

J. R. BALDWIN,
Deputy Minister of Transport.

**Comparative Statement of Accounts Receivable
at March 31**

	1966	1965
Current year—		
Collectible.....	3,991,378	3,169,159
Uncollectible.....	14	17
Previous years—		
Collectible.....	755,758	600,885
Uncollectible.....	29,207	802
	<u>\$ 4,776,357</u>	<u>\$ 3,770,863</u>

During the year 3 items amounting to \$26,334 were deleted under authority of the Department of Finance Vote 16e and 107 items amounting to \$2,888 were deleted under authority of section 23 of the Financial Administration Act, c. 116, R.S., as amended.

Changes in Non-Active Accounts

The status of those accounts in which changes have occurred during the fiscal year is as follows:

	Dr. Balance Mar. 31, 1965	Net Increase or Decrease(—)	Dr. Balance Mar. 31, 1966
Capital Expenditures—			
Public Works (Railways)—			
Canadian Government Railways—			
A Canadian Government Railways.....	\$ 64,853,544	125,000	64,978,544
B Newfoundland Railways.....	13,036,945	49,000	13,085,945
A Under authority of Section 35 of the Public Works Act and P.C. 1965-946, May 20, 1965, the G A T R building and site on East Uniacke Road, Beaverbank, Nova Scotia was transferred from the Department of National Defence to the Canadian National Railways for entrustment and management.			
B The increase during the current year consisted of reconstruction and improvements to the Canadian National Railways wharf at St. John's under Vote 20.			

Appendix 1

GOVERNMENT TELEPHONE WORKING CAPITAL ADVANCE

Balance Sheet as at March 31, 1966

Assets	Liabilities
Charges to be recovered during 1966-67 \$ 306,207	Working capital advance \$ 306,207

Statement of Operations for the year ended March 31, 1966

Unbilled 1964-65 charges April 1, 1965		265,701
Operating costs for the year 1965-66		
Telephone company billings	3,158,928	
Salaries and wages of government employee telephone operators	76,130	
		3,235,058
		3,500,759
Less:		
Charges recovered from government departments	3,194,552	
Charges to be billed and recovered in 1966-67	306,207	
		3,500,759
Net results on operation for the year		nil

Appendix 2

MAIN STORES WORKING CAPITAL ADVANCE

Balance Sheet as at March 31, 1966

Assets	Liabilities
Inventory March 31, 1966 \$ 8,940,868	Working capital advance \$ 8,940,868

Statement of Operations for the year ended March 31, 1966

Inventory on hand April 1, 1965		7,906,125
Add:		
Purchases 1965-66	7,737,416	
Salaries and wages for manufacture of material	106,041	
		7,843,457
		15,749,582
Deduct:		
Issues from stores	6,710,310	
Shortage and obsolescence write-off—Vote 74e	98,404	
		6,808,714
		8,940,868
Inventory on hand March 31, 1966		8,940,868
Net results on operation for the year		nil

Reconciliation of Main Stores Working Capital Advance as Reported in Fiscal Accounts of Canada and in the Departmental Balance Sheet as at March 31, 1966

Balance of Stores Account as per Fiscal Accounts of Canada	8,927,987	
Less: Balance of Ottawa Airport Bar Subsidiary Account	12,881Cr	
		8,940,868
Add:		
Goods Purchased not paid in 1965-66	9,635	
Refunds posted during 1965-66 but action taken to reduce departmental inventory in 1966-67	1,371	
Posting adjustments required in departmental records—net	45,773	
		56,779
		8,997,647
Deduct:		
Payments for goods recorded in departmental inventory 1966-67	67,237	
Goods and containers returned in 1965-66 refund not received	10,770	
		78,007
Balance per departmental balance sheet		<u>\$ 8,919,640</u>

Ottawa Airport Bar

Subsidiary Stores Working Capital Advance

Balance Sheet as at March 31, 1966

ASSETS		LIABILITIES	
Balance in account	12,881	Provision for management fees	16,000
Inventory	3,119		
	<u>\$ 16,000</u>		<u>\$ 16,000</u>

Statement of Operations for the year ended March 31, 1966

Gross sales (including sales tax)		57,083
Cost of sales:		
Inventory April 1, 1965	2,269	
Purchases	18,338	
Sales tax	1,521	
	22,128	
Less:		
Inventory March 31, 1966	3,119	
		19,009
		38,074
Expenses:		
Management fee to July 31, 1965	7,450	
Provision for management fee (August 1, 1965—March 31, 1966) pending re-negotiation of management contract	16,000	
		23,450
Net surplus on operations for the year		<u>\$ 14,624</u>

Statement of Distribution of Surplus for the year ended March 31, 1966

Net surplus on operations for the year	14,624
Transferred to Non-Tax Revenue	<u>14,624</u>

Appendix 3

DEPARTMENT OF TRANSPORT

Consolidated statement of civil aviation airport operating revenues and expenditures for seventeen major airports for the year ended March 31, 1966, with comparative figures for the year ended March 31, 1965

	1966	1965
Revenues earned		
Landing fees.....	9,991,000	8,580,000
Rentals.....	3,830,000	3,646,000
Concession fees.....	5,633,000	4,786,000
Other.....	1,597,000	1,524,000
	<u>21,051,000</u>	<u>18,536,000</u>
Expenditures incurred		
Airfields.....	7,278,000	6,174,000
Terminal buildings.....	7,646,000	7,367,000
Terminal areas.....	606,000	525,000
Industrial areas.....	175,000	199,000
Other facilities.....	272,000	264,000
	<u>15,977,000</u>	<u>14,529,000</u>
Excess of revenues over expenditures before allowance for depreciation.....	5,074,000	4,007,000
(1) Allowance for depreciation of Civil Aviation airport capital facilities.....	10,368,000	10,426,000
Excess of expenditures over revenues.....	<u>\$ 5,294,000</u>	<u>\$ 6,419,000</u>
Equity in the Civil Aviation airport facilities located at these seventeen major airports was as follows:		
Net current assets (current assets less current liabilities).....	905,000	1,313,000
(2) Net capital assets including land (less accumulated depreciation allowances).....	254,420,000	258,486,000
Construction in progress.....	4,390,000	2,972,000
Accumulated excess of expenditure over revenues after depreciation allowances, from the date airport operations were recorded on an accrual basis:		
Balance at March 31, 1965.....	43,932,000	
Excess of expenditures after depreciation 1965-66.....	<u>5,294,000</u>	
	<u>49,226,000</u>	<u>43,932,000</u>
Total equity.....	<u>\$308,941,000</u>	<u>\$306,703,000</u>

(1) The depreciation rate on runways was decreased from $7\frac{1}{2}\%$ to $3\frac{1}{4}\%$ per annum effective April 1st, 1965, however the 1965 depreciation figure has been adjusted to the amended rate.

(2) The value of net capital assets has been adjusted by the application of current depreciation rates and the inclusion of additional runway investment at Ottawa International Airport.

This statement has been prepared from departmental accrual accounting records which are maintained for the following airports: Halifax, Moncton, Sydney, Gander, Montreal, Quebec, Toronto, Ottawa, Windsor, Winnipeg, Saskatoon, Edmonton, Fort St. John, Lethbridge, Prince George, Victoria and Vancouver.

J. R. BALDWIN,
Deputy Minister.

Appendix 4

ADVANCES TO NATIONAL HARBOURS BOARD

	St. John's	Montreal	Montreal Retirement of Jacques Cartier Bridge Bonds	Trois- Rivieres	Vancouver	Total
Balance March 31, 1965	20,000	166,872,749	7,576,000	522,433	24,842,109	199,833,291
Advances charged to—						
Votes L85 and 85b		3,528,055				3,528,055
	20,000	170,400,804	7,576,000	522,433	24,842,109	203,361,346
Less:						
Repayments of Principal	20,000			522,433		542,433
Balance March 31, 1966		\$170,400,804	\$ 7,576,000		\$24,842,109	\$202,818,913

Vote L85 Advances to National Harbours Board, subject to the provisions of section 29 of the National Harbours Board Act, to meet expenditures applicable to the calendar year 1965 on any or all of the following accounts	14,920,800
Vote 85b	5,028,500
	19,949,300
Less—Amount to be expended from replacement and other funds	9,548,500
	10,400,800
Expenditures	\$ 3,528,055

	Estimates	Allotments	*Expenditures
Reconstruction and capital expenditures—			
Montreal	13,451,800		
Less—amount to be expended from replacement and other funds . .	5,500,000		
	7,951,800	7,951,800	3,528,055
New dry dock wharf			
Total expenditures on this project were \$1,073,179.			
Contract (1964-65): G M Gest Contractors Ltd \$101,369, expenditure \$39,821, to date \$101,369 (final).			
Construction of shed No 27			
Contract: J H Dupuis Ltee \$250,793, expenditure \$250,793 (final).			
Construction of three transit sheds at Bickerdike Pier			
Contract: Terrebonne Construction (1965) Ltee \$929,000, expenditure \$466,206.			
Construction of elevator No. 4 and marine towers at section 56			
Expenditures on this project to date were \$15,542,165.			
Contract (1961-62): The Carter Construction Co Ltd \$11,560,371, of which \$54,000 is on a unit price basis, expenditure \$1,064, to date \$11,560,371 (final) (amends reporting in Public Accounts 1964-65).			
C D Howe Co Ltd Port Arthur Ont received \$21,299 for consulting services, to date \$850,453.			
Dust control, elevator No. 1			
Expenditures on this project to date were \$341,959.			
Contract (1963-64): Wadco Inc \$124,035, expenditure \$11,822, to date \$118,225.			
C D Howe Co Ltd Port Arthur Ont received \$6,813 for consulting services, to date \$17,629.			

	Estimates	Allotments	Expenditures
Bridge over Nun's Island (Champlain Bridge)			
Expenditures on this project to date were \$37,405,966, exclusive of interest.			
Contracts: (a) (1963-64) Charles Duranceau Ltee \$2,464,543, expenditure \$126,955, to date \$2,464,543 (final); (b) Lalonde Valois Lamarre Valois & Associes \$1,800,000, expenditure \$565,595; (c) (1959-60) McNamara (Quebec) Ltd The Key Construction Inc & Deschamps and Belanger Ltee \$10,732,379, expenditure \$685,141, to date \$10,711,137 (amends reporting in Public Accounts 1962-63); (d) Simard-Beaudry Inc (on a unit price basis) \$12,611,746, expenditure \$2,024,245.			
H H L Pratley Montreal received \$26,555 for consulting services and supervision, to date \$1,921,945.			
Construction of new refrigeration plant, cold storage warehouse			
Contract: Nivose Ltd \$247,713, expenditure \$216,117.			
Trois Rivières.....	48,500		
Less—amount to be expended from replacement and other funds..	48,500		
Vancouver.....	6,449,000		
Less—amount to be expended from replacement and other funds..	4,000,000		
	2,449,000	2,449,000	
Development of D L 272			
Contract: Vancouver Pile Driving & Contracting Co Ltd \$166,216, expenditure \$65,822.			
Swan Wooster Engineering Co Ltd Vancouver received \$16,476 for consulting services.			
Lengthening of jetty No. 3 and shipping gallery			
Contract: Northern Construction Co & J W Stewart Ltd (on a unit price basis) \$480,500, expenditure \$2,665.			
	<u>\$10,400,800</u>	<u>\$10,400,800</u>	<u>\$ 3,528,055</u>

*Amounts in this column represent expenditures made from Parliamentary appropriations only.

In accordance with section 29 of the National Harbours Board Act, c. 187, R.S., as amended, certificates of indebtedness for \$2,368,797 bearing interest at 5 $\frac{3}{8}$ per cent per annum and \$1,159,258 at 5 $\frac{5}{8}$ per cent per annum, were issued to the Government of Canada to cover the above expenditures.

Expenditures reported under contracts include amounts charged to appropriations and to the replacement fund and the Board's revenues where applicable.

The variation between the appropriation and the total of expenditures charged thereto was due to a lapsing balance in the project Bridge over Nun's Island (Champlain Bridge). Because of the difficult negotiations that had to be carried out between the National Harbours Board, the City of Montreal and the Canadian Corporation for the 1967 World Exhibition, the preparation of the plans and specifications was delayed and, therefore, the work did not proceed as rapidly as had been anticipated originally.

1965-66
PUBLIC ACCOUNTS

UNEMPLOYMENT INSURANCE COMMISSION

Details of
EXPENDITURES AND REVENUES

CONTENTS

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UNEMPLOYMENT INSURANCE COMMISSION

The Unemployment Insurance Act, c. 50, 1955, as amended, authorizes the payment of unemployment insurance benefits to insured workers involuntarily unemployed. In addition, the Act provides for the establishment of a special account in the consolidated revenue fund to be known as the unemployment insurance fund—see unemployment insurance fund under the schedule, Annuity, Insurance and Pension Accounts, in volume I of this report. Also see the appendix to this section for the balance sheet of the unemployment insurance fund as at March 31, 1966, and the statement of receipts and disbursements for the year ended March 31, 1966. The moneys credited to this fund are derived from contributions made by employed persons, employers of such persons and the Government of Canada and are to be utilized only for the payment of unemployment insurance benefits and any other payments permissible under the Act.

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, the Governor General in Council, by P.C. 1965-259, February 18, 1965, transferred the powers, duties and functions of the Unemployment Insurance Commission under sections 21 to 24, inclusive, of the Unemployment Insurance Act to the Minister of Labour, effective April 1, 1965.

In accordance with the usual practice, the details of both 1965-66 and 1964-65 expenditures and revenues are shown under the department to which the transfer was made.

APPROPRIATIONS AND EXPENDITURES

NOTE—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

<u>Page</u>	<u>Vote</u>		<u>1965-66</u> <u>Appropriations</u>	<u>1965-66</u> <u>Expenditures</u>	<u>1964-65</u> <u>Expenditures</u>
44·2	1	Administration.....	33,338,400 00	32,373,861 59	32,641,781 00
44·4	Stat.	Government's contribution to the Unemployment Insurance Fund.....	65,663,739 36	65,663,739 36	62,150,255 18
44·4	Stat.	Refunds of amounts credited to revenue in previous years.....	126 00	126 00	10 00
		Total.....	<u>\$99,002,265 36</u>	<u>\$98,037,726 95</u>	<u>\$94,792,046 18</u>

Vote 1	Administration of the Unemployment Insurance Act.....	32,689,400
	Transfer from Department of Finance Vote 15, contingencies.....	649,000
		<u>33,338,400</u>
	Expenditures.....	<u>\$ 32,373,862</u>

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
	Salaries and wages.....	\$27,079,200		
	Transfer from Department of Finance Vote 15, contingencies.....	649,000		
		(1)	27,728,200	27,728,200
	Overtime.....	(1)	116,500	116,500
	Living and other allowances.....	(2)	4,200	4,200
A	Professional and special services.....	(4)	300,000	220,000
B	Commissions to Post Office Department.....	(4)	1,240,000	1,240,000
C	Corps of Commissionaires services.....	(4)	126,700	121,700
	Travelling and removal expenses.....	(5)	884,700	884,700
	Freight, express and cartage.....	(6)	70,200	86,200
	Postage.....	(7)	900,700	830,700
D	Telephones, telegrams and other communication services.....	(8)	296,000	339,000
	Publication of departmental reports and other material....	(9)	94,000	111,000
E	Exhibits, advertising, films, broadcasting and displays....	(10)	29,500	29,500
F	Office stationery, supplies and equipment.....	(11)	1,144,000	1,227,000
	Unemployment insurance stamps.....	(12)	35,000	35,000
	Materials and supplies.....	(12)	9,000	9,000
	Rental of office accommodation.....	(15)	1,300	1,300
	Acquisition of equipment.....	(16)	14,000	14,000
	Repairs and upkeep of equipment.....	(17)	4,000	4,500
	Municipal or public utility services.....	(19)	1,000	1,000
	Unemployment insurance contributions.....	(21)	30,700	30,700
G	Umpire, National Advisory Committee, and boards of referees.....	(22)	297,000	236,500
H	Sundries.....	(22)	11,700	67,700
			<u>\$33,338,400</u>	<u>\$33,338,400</u>
				<u>\$32,373,862</u>

The variation between appropriation and expenditure is due in part to classified positions not being filled in 1965-66.

Total revenue arising from the above expenditures amounted to \$562,871 and consisted of *Miscellaneous*—fines levied under the Unemployment Insurance Act \$157,475 and sundries \$405,396.

Expenditures included an ex-gratia payment of \$100 or over as follows:

<u>Particulars and payee</u>	<u>Authority</u>	<u>Amount</u>
Payment on an ex-gratia basis of an amount equivalent to 9 weeks cash gratuity.		
Maurice Duquette	P.C. 1965-37/1666, 15 Sept. 1965	\$914

A Expenditures included: legal disbursements \$2,132, legal fees \$55,081, armoured car delivery service \$10,534, agents' fees \$65,418, computing machine service \$38,777, sundries \$17,242. Of this expenditure \$34,747 was paid to the Department of Finance and \$4,030 was paid to the Department of National Revenue.

Legal fees of \$2,000 or over were paid to: D Aube Quebec \$5,363, J Dufour Chicoutimi Que \$2,175, Minden & Cross Toronto \$2,989, Ray Wolf Connell Lightbody and Reynolds Vancouver \$3,117.

Fees as authorized by T.B. 538549, October 30, 1958 for agents engaged for the purpose of registering unemployed applicants for employment and for unemployment insurance benefits are \$1 for each completed application for benefits.

Fees of \$2,000 or over were paid to: A Ste Marie LaSarre Que \$2,167.

B Payments were made to the Post Office Department for administrative costs incurred in the sale of unemployment insurance stamps and meter impressions.

C Protective service rendered in offices of the Unemployment Insurance Commission.

D Charges for the various services included: telephone rentals \$194,456, long distance telephone calls \$50,677, teletype service \$6,237, telex service \$78,270, telegrams and other communication services \$6,520. Of this expenditure \$15,563 was paid to the Department of Transport.

E Expenditures comprised: Printed advertising \$305, radio service \$503, other \$926.

F Expenditures comprised: Stationery and office supplies \$932,905, equipment and repairs \$93,857, books and periodicals \$9,394, rental of office equipment \$186,783, sundries \$468. The foregoing expenditures included \$628,145 paid to the Department of Public Printing and Stationery, \$14,258 paid to the Public Archives.

Contract payments for rental of machines were made to Remington Rand Limited Toronto \$100,004.

G Expenditures were fees of office and travelling expenses of other than government employees.

Fees and allowances as authorized by P.C. 1957-52/1626, May 3, 1957, and amended by T.B. 616891 April 16, 1964 are for Chairmen of Boards of Referees, \$50 per day or \$30 per part day, and for members \$35 per day or \$22 per part day.

Fees of \$2,000 or over were paid to the following:

Chairman: R G Barclay Toronto \$2,450, F Caron Montreal \$2,730, J R Casey Toronto \$2,302, W R Laughlen Toronto \$2,800.

The Hon J D Kearney Ottawa received travelling expenses of \$390 and an allowance of \$520 at the rate of \$40 per diem.

H Includes payment to the unemployment insurance fund, under authority of T.B. 640235 June 23, 1965 of losses sustained by robberies totalling \$50,605.

The following distribution of expenditures was maintained under authority of Treasury Board.

	Estimates	Allotments	Expenditures
Headquarters.....	4,618,140	5,151,640	4,842,096
Atlantic Region.....	3,349,515	3,693,015	3,607,305
Quebec Region.....	8,452,790	8,727,290	8,622,835
Ontario Region.....	9,271,405	8,606,405	8,473,228
Prairie Region.....	4,303,075	3,814,075	3,737,730
Pacific Region.....	3,343,475	3,148,975	3,090,668
Canada Pension Plan.....		197,000	
	<u>\$33,338,400</u>	<u>\$33,338,400</u>	<u>\$32,373,862</u>

Government's contribution to the unemployment insurance fund,

Unemployment Insurance Act, c. 50, 1955, as amended..... (29) \$65,663,739

The Government's contribution to the unemployment insurance fund, authorized under the provisions of the above Act, represents one fifth of the net credits of \$328,318,697 to the fund—see appendix to this section.

Refunds of amounts credited to revenue in previous years,

Financial Administration Act, c. 116, R.S., as amended..... (22) \$126

The above amount represented refunds under section 19 of the Act.

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	27,844,700	27,097,839	27,180,275
(2) Civilian allowances.....	4,200	3,818	10,353
(4) Professional and special services.....	1,666,700	1,568,217	1,662,603
(5) Travelling and removal expenses.....	884,700	780,761	762,056
(6) Freight, express and cartage.....	70,200	85,254	88,943
(7) Postage.....	900,700	825,617	868,947
(8) Telephones, telegrams and other communication services.....	296,000	337,400	259,380
(9) Publication of departmental reports and other material.....	94,000	109,776	30,280
(10) Exhibits, advertising, films, broadcasting and displays.....	29,500	1,734	308,635
(11) Office stationery, supplies, equipment and furnishings.....	1,144,000	1,223,407	1,150,856
(12) Materials and supplies.....	44,000	37,424	29,482
Building and works, including land—			
(15) Rentals.....	1,300	826	792
Equipment—			
(16) Construction or acquisition.....	14,000	6,835	6,421
(17) Repairs and upkeep.....	4,000	4,391	2,378
(19) Municipal or public utility services.....	1,000	920	1,001
(21) Pensions, superannuation and other benefits.....	30,700	22,353	31,722
(22) All other expenditures (other than special categories).....	308,826	267,416	247,667

SPECIAL CATEGORIES

(29) Government's contribution to the unemployment insurance fund.....	65,663,739	65,663,739	62,150,255
Total.....	<u>\$99,002,265</u>	<u>\$98,037,727</u>	<u>\$94,792,046</u>

**Estimated value of major services not included
in this department's appropriations**

	1965-66	1964-65
Accommodation—provided by the Department of Public Works.....	3,491,000	3,546,800
Accounting and cheque issue services—Comptroller of the Treasury.....	1,369,500	1,210,300
Contributions to superannuation account—Department of Finance.....	1,541,500	1,448,600
Employee surgical-medical insurance premiums—Department of Finance.....	153,000	148,200
Employee compensation payments—Department of Labour.....	8,300	8,700
Carrying of franked mail—Post Office Department.....	50,600	58,200
	<u>\$ 6,613,900</u>	<u>\$ 6,420,800</u>

Payments of Damage Claims

Sundry claims, each under \$1,000 (1).....	<u>\$ 40</u>
--	--------------

REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue—		
Proceeds from sales.....		5 00
A Refunds of previous years' expenditure.....	10,087 17	5,871 15
B Miscellaneous.....	562,870 73	138,343 63
Total.....	<u>\$572,957 90</u>	<u>\$144,219 78</u>

Details

Non-Tax Revenue		
A Refunds of previous years' expenditure.....		10,087
B Miscellaneous: Fines levied under the Unemployment Insurance Act \$157,475; sundries \$405,396.....		562,871
Total.....		<u>\$ 572,958</u>

Certified correct.

LAVAL FORTIER
Chief Commissioner.

**Comparative Statement of Accounts Receivable
at March 31**

UNEMPLOYMENT INSURANCE COMMISSION

	1966	1965
Current year—		
Collectible.....	824	1,369
Uncollectible.....	2	50,605
Previous years—		
Collectible.....	20	127
Uncollectible.....	50,654	469
	<u>\$ 51,500</u>	<u>\$ 52,570</u>

UNEMPLOYMENT INSURANCE FUND

	1966	1965
Benefit overpayments.....	4,058,111	3,994,013
Overdue contributions unpaid.....	880,090	841,758
Penalties unpaid.....	42,908	38,003
	<u>\$4,981,109</u>	<u>\$4,873,774</u>

During the year, 184 items amounting to \$1,721 were deleted under authority of section 23 of the Financial Administration Act, c. 116, R.S., as amended.

Appendix

UNEMPLOYMENT INSURANCE FUND

AUDITOR GENERAL OF CANADA

Ottawa 4, July 19, 1966.

Sir,

Although no change has yet been made in the Unemployment Insurance Act giving effect to the recommendation of the Standing Committee on Public Accounts and the Committee of Inquiry into the Unemployment Insurance Act that the annual financial statements of the Commission be reported upon by the Auditor General, in keeping with the practice begun in 1962, the Commission has submitted its financial statements for the fiscal year ended March 31, 1966 to me for audit and report to you.

I now report that, in my opinion, the Statement of Position and the related Statement of Receipts and Disbursements of the Unemployment Insurance Fund present a fair view of the state of the Fund as at March 31, 1966 and a fair summary of the transactions for the year then ended.

Yours faithfully,

A. M. HENDERSON,
Auditor General of Canada.

The Honourable John R. Nicholson,
Minister of Labour,
Ottawa.

UNEMPLOYMENT INSURANCE COMMISSION

44-7

UNEMPLOYMENT INSURANCE FUND—Continued
(ESTABLISHED BY THE UNEMPLOYMENT INSURANCE ACT)

Statement of Position as at March 31, 1966
(with comparative figures as at March 31, 1965)

ASSETS		LIABILITIES	
1966	1965	1966	1965
Deposit with Receiver General of Canada.....	\$ 5,881,351	Unredeemed warrants (Note 2).....	\$13,399,571
Deposits with banks for redemption of warrants.....	7,689,919	Deposits from employers.....	\$11,336,931
Advances to local offices for payment of benefits by cash.....		Deposit from Dept. of Labour for transitional assistance benefit payments.....	7,199,198
Recoverable from Parliamentary appropriation.....	1,248,603	Balance of the Fund:	50,000
Accrued interest on investments.....	50,605	At beginning of year.....	
Investments:	991,650	Add: Excess of receipts over disbursements for the year, per statement attached.....	\$ 40,496,763
Government of Canada non-negotiable, interest bearing bonds, redeemable at par, subject to 30 days prior notice.....	4,560,668		100,986,406
	144,000,000	At end of year.....	
			141,483,169
			40,496,763

The accompanying notes are an integral part of the financial statements.

Certified correct:

A. R. EWERS,
Acting Chief Treasury Officer.

Approved:

LAVAL FORTIER,
Chief Commissioner.

I have examined the above Statement of Position and related Statement of Receipts and Disbursements and have reported thereon under date of July 19, 1966, to the Minister of Labour.

A. M. HENDERSON,
Auditor General of Canada.

UNEMPLOYMENT INSURANCE FUND—Continued

Statement of Receipts and Disbursements for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

	1966	1965
Receipts:		
Contributions from employers and employees:		
Bulk payment method.....	\$208,064,222	\$191,101,653
Stamp method.....	111,949,523	107,146,647
Meter method.....	9,196,044	13,126,202
	<u>329,209,789</u>	<u>311,374,502</u>
Less: Refunds.....	891,092	623,226
	<u>\$328,318,697</u>	<u>\$310,751,276</u>
Contributions from Government of Canada (Note 4).....	65,663,739	62,150,255
Income from investments.....	4,670,950	1,792,496
Penalties.....	146,269	121,104
	<u>398,799,655</u>	<u>374,815,131</u>
Disbursements:		
Benefit Payments (Note 3):		
Ordinary.....	287,573,393	323,298,124
Fishermen.....	10,239,856	11,732,063
	<u>297,813,249</u>	<u>335,030,187</u>
Interest on loans.....		163,062
		<u>335,193,249</u>
Excess of receipts over disbursements.....	<u>100,986,406</u>	<u>39,621,882</u>

The accompanying notes are an integral part of the financial statements.

Notes to the Financial Statements

1. The accounts of the Fund are maintained on a cash basis. For this reason the statement of position does not reflect contributions and other amounts receivable, including benefit overpayments amounting to \$4,058,000 (\$3,994,000 at March 31, 1965), and claimants' benefits accrued at the year-end.
2. The amounts shown for unredeemed warrants do not include warrants outstanding for over three years.
3. The benefit payments shown on the statement of receipts and disbursements include seasonal benefits estimated at \$59,532,542 for 1965-66 and \$69,370,125 for 1964-65.
4. The total costs of the Government of Canada relating to unemployment insurance (exclusive of its cost as an employer-contributor) are as follows:

	1966	1965
Contributions to the Fund equivalent to one-fifth of employer-employee contributions, pursuant to section 83(c) of the Act....	\$65,663,739	\$62,150,255
Administration expenses of the Unemployment Insurance Commission pursuant to section 10 of the Act (Note 5):		
Charges to Unemployment Insurance Commission Vote 1 (Department of Labour Vote 30 in 1964-65).....	\$32,373,862	32,641,781
Estimated value of accommodation, accounting and other services provided by other departments.....	6,613,900	6,420,800
	<u>38,987,762</u>	<u>39,062,581</u>
	<u>104,651,501</u>	<u>101,212,836</u>

Unemployment Insurance Fund—Concluded
Notes to the Financial Statements—Concluded

5. The administration expenses of the Unemployment Insurance Commission were as follows:

	<u>1966</u>	<u>1965*</u>
Salaries, wages and allowances.....	\$27,101,657	\$27,190,628
Accommodation.....	3,491,000	3,546,800
Contributions to superannuation account.....	1,541,500	1,448,600
Accounting and cheque issue service.....	1,369,500	1,210,300
Commission to Post Office Department.....	1,240,000	1,240,000
Office stationery, supplies and equipment.....	1,223,407	1,150,856
Postage.....	825,617	868,947
Travelling and removal expenses.....	780,761	762,056
Telephones, telegrams and other communication services.....	337,400	259,380
Fees of office and travelling expenses of Umpire, National Advisory Committee, national, regional and local employment committees and boards of referees ...	208,598	245,775
Professional and special services.....	207,814	270,806
Employees surgical-medical insurance premiums.....	153,000	148,200
Corps of Commissionaires services.....	120,403	151,797
Publication of departmental report and other material.....	109,776	30,280
Freight, express and cartage.....	85,254	88,943
Carrying of franked mail.....	50,600	58,200
Other expenses.....	141,475	391,013
	<u>38,987,762</u>	<u>39,062,581</u>

*In 1964-65 administration expenses charged to the Commission included those of the National Employment Service which, to March 31, 1965, was administered by the Commission. In order to provide fair comparisons with administration expenses for the current year, costs relating to National Employment Service have been eliminated from the 1965 figures on an estimated basis.

1965-66

PUBLIC ACCOUNTS

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DEPARTMENT OF VETERANS AFFAIRS

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Details of

EXPENDITURES AND REVENUES

•

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DEPARTMENT OF VETERANS AFFAIRS

Pursuant to the Public Service Rearrangement and Transfer of Duties Act, the Governor General in Council by P.C. 1965-218 transferred the control or supervision of that part of the public service known as the prosthetic services from the Department of Veterans Affairs to the Department of National Health and Welfare.

In accordance with the usual practice, the details of both 1965-66 and 1964-65 expenditures and revenues are shown under the department to which the transfer was made.

APPROPRIATIONS AND EXPENDITURES

NOTE.—Vote wordings have been abbreviated where necessary. Vote numbers refer to both main and supplementary estimates. Complete information follows this summary.

Page	Vote		1965-66 Appropriations	1965-66 Expenditures	1964-65 Expenditures
45· 3	Stat.	Minister of Veterans Affairs—Salary and motor car allowance.....	16,999 92	16,999 92	17,000 00
45· 3	1	Departmental administration.....	6,834,000 00	6,779,891 60	6,644,207 72
WELFARE SERVICES, ALLOWANCES AND OTHER BENEFITS					
45· 4	5	Administration, including expenses of the War Veterans Allowance Board and grants	4,255,700 00	4,199,839 40	4,087,554 30
45· 5	10	War veterans allowances, civilian war allowances and assistance.....	106,627,000 00	105,600,716 65	96,822,954 64
45· 6	15	Other benefits, including treatment and related allowances, burials and memorials	5,678,000 00	5,522,804 28	5,406,865 85
45· 8	Stat.	War service gratuities, re-establishment credits and repayment under section 13A of the War Service Grants Act.....	414,967 86 116,975,667 86	414,967 86 115,738,328 19	516,852 23 106,834,227 02
PENSIONS					
45· 9	20	Administration.....	2,888,200 00	2,858,095 63	2,792,022 20
45· 10	25	Pensions for disability and death.....	185,779,000 00 188,667,200 00	185,559,325 19 188,417,420 82	180,326,162 91 183,118,185 11
TREATMENT SERVICES					
45.10	30	Operation and maintenance.....	49,954,200 00	48,189,072 38	44,628,672 32
45.17	35	Hospital construction, improvements, equipment and acquisition of land.....	3,006,000 00 52,960,200 00	1,684,304 29 49,873,376 67	2,199,288 00 46,827,960 32
SOLDIER SETTLEMENT AND VETERANS' LAND ACT					
45.19	40	Administration of Veterans' Land Act; Soldier Settlement and British Family Settlement.....	4,395,400 00	4,368,637 90	4,321,789 20
45.20	45	Grants to veterans settled on provincial lands	145,000 00	130,323 07	93,672 95
45.21	Stat.	Refunds of amounts credited to revenue in previous years.....	646 09	646 09	1,443 97
45.21	Stat.	Reduction in Veterans' Land Act advances.	31,486 66	31,486 66	69,232 09
45.21	Stat.	Provision for reserve for conditional benefits	3,202,633 47 7,775,166 22	3,202,633 47 7,733,727 19	3,147,372 07 7,633,510 28
GENERAL					
45.22	Stat.	Refunds of amounts credited to revenue in previous years—Veterans Affairs.....	20 00	20 00	
45.22	Stat.	Gratuities to families of deceased employees.	1,405 66	1,405 66	1,506 66
45.22	Stat.	Returned soldiers insurance actuarial liability adjustment.....	373,850 70	373,850 70	407,490 59
45.22	Stat.	Veterans insurance actuarial liability adjustment.....	717,134 83 1,092,411 19	717,134 83 1,092,411 19	614,186 96 1,023,184 21
<i>Expenditures from appropriations not required in 1965-66.....</i>					
					86 71
Total.....			<u>\$374,321,645 19</u>	<u>\$369,652,155 58</u>	<u>\$352,098,361 37</u>

Salary of Minister, Hon R J Teillet, Salaries Act, c. 243, R.S., as amended.....	(1)	\$ 15,000
Motor car allowance to Minister, c. 249, R.S., as amended.....	(2)	\$ 2,000

Hon R J Teillet received travelling expenses of \$7,114 charged to Vote 1.

Vote 1 Departmental administration.....	6,694,000
Transfer from Department of Finance Vote 15 contingencies.....	140,000
	<u>6,834,000</u>
Expenditures.....	<u>\$ 6,779,892</u>

Expenditures included ex-gratia payments of \$100 or over as follows:

Particulars and payee	Authority	Amount
Payment for making possible the presentation to Canada on permanent loan and for public display the Queen's Scarf of Honour awarded to Private R R Thompson during the South African War.		
Bombardier Kenneth Richardson.....	PC 1965-39/1188, June 30, 1965	1,000
Reimbursement to cover the costs of her hospitalization and doctors' bills incurred when she slipped on ice at the Veterans' Home Edmonton Alta and fractured her hip on Nov 28, 1963.		
Mrs Duncan Oliver.....	PC 1965-42/1596, September 2, 1965	262
		<u>\$1,262</u>

Departmental Administration

	Estimates	Allotments	Expenditures
Salaries and wages.....	\$ 2,300,000		
Transfer from Department of Finance Vote 15 contingencies.....	55,000		
	(1) 2,355,000	2,365,000	2,360,560
Corps of commissioners services.....	(4) 27,000	27,000	26,706
Travelling expenses—Staff.....	(5) 41,000	44,000	43,946
Freight, express and cartage.....	(6) 1,000	1,500	1,421
Postage.....	(7) 2,600	2,600	2,600
Telephones and telegrams.....	(8) 27,000	27,000	26,481
Publication of departmental reports and other material.....	(9) 6,000	6,000	4,360
Advertising and publicity.....	(10) 39,500	19,500	19,168
Office stationery, supplies and equipment.....	(11) 133,000	150,000	149,319
Rental of office machines.....	(11) 20,500	20,500	19,434
Campaign stars and medals, including cost of distribution.....	(22) 2,000	2,000	1,838
Sundries.....	(22) 5,500	10,000	9,418
	<u>\$ 2,660,100</u>	<u>\$ 2,675,100</u>	<u>\$ 2,665,251</u>

This sub-vote was provided for the general expenses and salaries of the Deputy Minister, the administrative staff of the department at head office, and other items as detailed above.

C W Carter, Parliamentary Secretary, received travelling expenses of \$337.

District services—Administration

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Salaries and wages.....	\$ 3,700,000			
Transfer from Department of Finance Vote 15 contingencies.....	85,000			
		(1) 3,785,000	3,733,000	3,702,278
Allowances.....		(2) 9,000	9,400	9,343
Corps of commissioners services.....		(4) 34,000	34,000	33,162
Travelling expenses—Staff.....		(5) 29,000	42,000	39,697
Freight, express and cartage.....		(6) 20,000	15,000	14,838
Postage.....		(7) 30,000	30,000	29,854
Telephones and telegrams.....		(8) 49,000	48,500	46,723
Office stationery, supplies and equipment.....		(11) 75,000	95,400	94,724
Materials and supplies.....		(12) 32,000	31,900	29,872
Acquisition of motor vehicles.....		(16) 38,900	36,400	33,452
Repairs and upkeep of equipment.....		(17) 47,000	47,500	46,863
Unemployment insurance contributions.....		(21) 1,500	1,800	1,671
Travelling expenses—Applicants, recipients and others.....		(22) 1,500	1,500	838
A Sundries.....		(22) 22,000	32,500	31,326
		<u>\$ 4,173,900</u>	<u>\$ 4,158,900</u>	<u>\$ 4,114,641</u>

This sub-vote was provided for the general expenses and salaries of the administrative staff of the department in the district offices.

A Included \$9,547 representing interest paid on closing individual veterans' accounts in the Canadian Pension Commission administration trust fund and the veterans administration trust fund.

Total Vote 1.....	<u>\$ 6,834,000</u>	<u>\$ 6,834,000</u>	<u>\$ 6,779,892</u>
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WELFARE SERVICES, ALLOWANCES AND OTHER BENEFITS

Vote 5 Administration, including the expenses of the War Veterans Allowance Board, and grants as detailed in the Estimates.....	4,187,700
Transfer from Department of Finance Vote 15 contingencies.....	68,000
	4,255,700
Expenditures.....	<u>\$ 4,199,839</u>

Veterans' welfare services

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Salaries.....	\$ 3,600,000			
Transfer from Department of Finance Vote 15 contingencies.....	65,000			
		(1) 3,665,000	3,646,200	3,603,507
Allowances.....		(2) 3,000	3,800	2,187
Professional and special services.....		(4) 12,000	15,500	14,183
Travelling expenses—Staff.....		(5) 185,000	192,000	187,921
Postage.....		(7) 26,000	26,000	26,000
Telephones and telegrams.....		(8) 44,000	44,000	41,344
Office stationery, supplies and equipment.....		(11) 44,000	48,200	47,669
Travelling expenses—Applicants, recipients and others.....		(22) 16,000	18,000	17,186
Sundries.....		(22) 3,800	3,100	2,311
		<u>\$ 3,998,800</u>	<u>\$ 3,996,800</u>	<u>\$ 3,942,308</u>

This sub-vote was provided for the payment of salaries and general administrative expenses of the veterans' welfare service branch, at head office and district offices, as well as the administrative expenses in the district management of war veterans allowances and the administration of the sub-vote provided for the assistance fund (war veterans allowances).

War Veterans Allowance Board—Administration

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Salaries.....	\$ 214,000			
Transfer from Department of Finance Vote 15 contingencies.....	3,000			
		(1) 217,000	219,000	218,259
Travelling expenses—Staff.....		(5) 2,000	2,000	1,639
Postage.....		(7) 300	300	300
Telephones and telegrams.....		(8) 1,500	1,500	1,333
Office stationery, supplies and equipment.....		(11) 4,000	4,000	4,000
A Pensions—Retired board members.....		(21) 5,000	5,000	5,000
Sundries.....		(22) 100	100	
		<u>\$ 229,900</u>	<u>\$ 231,900</u>	<u>\$ 230,531</u>

The war veterans allowance board consisted of W T Cromb, chairman, P B Cross, deputy chairman and J H Dehler, H B Mersereau, C H Rennie, J E R Roberge and G F Schoales, members.

A Payments were: F D MacKenzie \$3,167; Y March \$1,833.

Grant to army benevolent fund

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Grant.....	(20) \$ 18,000	\$ 18,000	\$ 18,000	\$ 18,000

This sub-vote was provided to defray part of the administrative costs of the army benevolent fund board's operations.

Grant to Royal Canadian Legion

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Grant.....	(20) \$ 9,000	\$ 9,000	\$ 9,000	\$ 9,000

This sub-vote was provided for a grant to the Royal Canadian Legion, for partial reimbursement of the expenses of its service bureau. The government contribution is limited to 50 per cent of the actual expenses with a maximum contribution of \$9,000 in the fiscal year.

Total Vote 5.....	\$ 4,255,700	\$ 4,255,700	\$ 4,199,839
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Vote 10 War Veterans Allowances, Civilian War Allowances and Assistance in accordance with the provisions of the Assistance Fund (War Veterans Allowances) Regulations.....

106,127,000
500,000

Expenditures.....	\$ 106,627,000
	\$ 105,600,717

War veterans allowances and civilian allowances

	<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
North West Field Force.....	18,000	18,000	13,862
South African War.....	573,500	573,500	534,782
World War I.....	68,350,000	67,450,000	66,697,373
World War II and Special Force (Korea).....	29,000,000	28,900,000	28,889,007
Dual Service (World Wars I and II).....	2,190,500	2,090,500	2,046,101
Civilian War Allowances.....	1,770,000	1,770,000	1,720,499
	<u>(28) \$101,902,000</u>	<u>\$100,802,000</u>	<u>\$99,901,624</u>

This sub-vote was provided for the cost of allowances to otherwise qualified aged and disabled veterans in necessitous circumstances who are no longer able to provide for their maintenance.

Table of allowances is shown in appendix 2 to this section.

*Assistance in accordance with the provisions of the assistance fund
(war veterans allowances) regulations*

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Assistance.....	(28)	\$ 4,725,000	\$ 5,825,000	\$ 5,699,093

This sub-vote was provided for supplementary assistance in cases of financial need of recipients of war veterans allowance and, from July 1, 1965 recipients under Part XI Civilian War Pensions and Allowances Act, the income of any recipient including the supplementary assistance not to exceed the maximum defined in the War Veterans Allowance Act.

Total Vote 10.....		<u>\$ 106,627,000</u>	<u>\$ 106,627,000</u>	<u>\$ 105,600,717</u>
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Vote 15 Other benefits including treatment and related allowances, burials and memorials, the training of certain pensioners under regulations approved by the Governor in Council and repayments under subsection (3) of section 12 of the Veterans' Rehabilitation Act in such amounts as the Minister of Veterans Affairs determines, not exceeding the whole of amounts equivalent to the compensating adjustments or payments made under that Act, where the persons who made the compensating adjustments or payments received no benefits under the Veterans' Land Act, or where, having had financial assistance under the Veterans' Land Act, are deemed by the Minister on termination of their Veterans' Land Act contracts or agreements to have derived thereunder either no benefits or benefits that are less than the amounts of the compensating adjustments or payments.....

Expenditures.....		5,678,000	<u>\$ 5,522,804</u>
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Treatment and related allowances

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Allowances.....	(28)	\$ 2,795,000	\$ 2,698,000	\$ 2,621,200

This sub-vote was provided for allowances, comforts and clothing to veterans under treatment or reporting for medical examination.

The allowance rates are specified in the treatment regulations of the department which were authorized by P.C. 6141, December 6, 1949, and amendments.

Burials and memorials

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
A	Last Post Fund.....	(4) 370,000	385,000	348,705
	Funerals.....	(4) 560,000	542,000	532,767
	Cemetery charges.....	(4) 140,000	144,000	141,892
	Books of Remembrance.....	(4) 500	5,000	4,644
	Grave markers.....	(12) 160,000	141,000	125,501
B	Battlefields memorials.....	(14) 82,000	82,000	81,940
	Maintenance of departmental cemeteries and plots.....	(14) 13,500	15,000	14,516
C	Commonwealth war graves commission.....	(20) 520,000	524,000	523,491
		<u>\$ 1,846,000</u>	<u>\$ 1,838,000</u>	<u>\$ 1,773,456</u>

A The Last Post Fund provides for burial of veterans who were in destitute circumstances at the time of their decease, and is reimbursed from this sub-vote for burial expenditures, plus administrative charges not exceeding \$16,500 per annum.

B Represents expenditures incurred in connection with the Canadian battlefields memorials in France and Belgium.

C Represents Canada's share of the expenditure for the fiscal year for the maintenance of war graves of World Wars I and II.

*Veterans benefits, including assistance and the training of certain pensioners
under regulations approved by the Governor in Council*

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Training and aftercare of blinded pensioners by Canadian National Institute for the Blind.....				
	(4)	57,500	57,500	57,500
A Special welfare and placement services.....	(4)	17,200	17,200	17,200
B Correspondence courses.....	(4)	34,000	27,000	24,462
C Awaiting returns allowances.....	(28)	53,000	41,000	39,836
D University and vocational training.....	(28)	39,000	39,000	34,066
E Children of war dead (education assistance).....	(28)	795,100	931,100	930,323
F Travelling expenses—Applicants, recipients and others.....	(28)	200	200	195
G Assistance to Canadian veterans—Overseas district.....	(28)	36,000	24,000	22,742
		<u>\$ 1,032,000</u>	<u>\$ 1,137,000</u>	<u>\$ 1,126,324</u>

A This allotment covers welfare and placement services rendered by the Canadian Hearing Society \$7,200 and the Canadian Paraplegic Association \$10,000.

B Included payments to part time instructors engaged for the purpose of marking correspondence courses \$22,581.

C Allowances may be paid to a veteran who engages on his own account in full-time farming or commercial fishing enterprises under the Veterans' Land Act and is awaiting returns therefrom. Allowances are payable for a period not exceeding the veteran's period of service or twelve months, whichever is the lesser.

D Allowances and costs may be paid to assist a pensioner of World War I, World War II, the Korean operation or the Regular Force to obtain training under the pensioners training regulations which will assist him to fit himself for employment. For World War I pensioners a complete vocational course of not more than twelve months may be given. For World War II and Korean pensioners a complete vocational course or educational training to a first degree or post graduate training is available. Regular Force pensioners may receive vocational training of not more than twelve months or prematriculation training or under graduate training or post graduate training of not more than three years. The World War I, World War II and Korean pensioner must be certified by a medical officer of the department to be unable to follow his regular or secondary occupation or if able to follow such occupation circumstances must make it impossible to obtain for him such employment within a reasonable time. Regular Force pensioners must be certified as unable to follow the regular or secondary occupation by reason of the pensionable disability.

E Under authority of the Children of War Dead (Education Assistance) Act, c. 27, 1952-53, as amended, allowances may be paid to eligible children of deceased veterans to enable them to continue their education beyond matriculation, secondary school graduation or equivalent and pay in whole or in part for the cost of such education or instruction. The basic period for which allowances and costs may be paid cannot exceed four academic years or thirty-six months, whichever is the lesser. By amendment in 1962 discretion was granted to the Minister to extend this period where it is in the interests of the student and the public to do so but such approval may not extend beyond the academic year in which the student reaches age 30.

F Transportation and travelling expenses are paid to pensioners who are taking vocational and technical training away from their home areas.

G Provides for the payment of not more than \$10 a month to supplement the income of Canadian veterans and dependents in Britain and on the Continent of Europe, who, if they were resident in Canada, would be eligible for war veterans allowances, provided that the amount payable from this fund, together with other income including, in Britain, National Assistance, would not exceed the income ceiling permitted under the latter program.

Direct payments of tuition fees to universities, colleges and schools were: Acadia University Wolfville N S \$7,978, University of Alberta Edmonton \$18,586, Bishops University Lennoxville Que \$2,900, University of British Columbia Vancouver \$37,404, Carleton University Ottawa \$7,210, Dalhousie University Halifax \$8,155, Simon Fraser University Burnaby B C \$2,847, Lakehead College Port Arthur \$3,923, Laval University Ste Foy Que \$4,015, Loyola College Montreal \$5,817, University of Manitoba Winnipeg \$10,820, McGill University Montreal \$11,248, McMaster University Hamilton Ont \$7,967, University of Montreal \$4,967, Mount Allison University Sackville N B \$2,032, Mount Royal College Calgary Alta \$3,247, University of New Brunswick Fredericton \$17,872, Ontario College of Art Toronto \$2,745, University of Ottawa \$8,387, Queen's University Kingston Ont \$18,677, Ryerson Polytechnical Institute Toronto \$6,758, St Francis Xavier University Antigonish N S \$5,696, University of Saskatchewan Saskatoon Sask \$7,940, University of Toronto \$21,657, Trinity College Toronto \$2,201, United College Winnipeg \$2,740, University of Victoria \$11,307, Victoria University Toronto \$5,321, University of Waterloo Ont \$13,178, University of Western Ontario London Ont \$18,794, Sir George Williams University Montreal \$6,171, University of Windsor Ont \$5,774, York University Toronto \$2,200, miscellaneous schools colleges etc., (each under \$2,000) \$45,378.

Repayments under subsection (3) of section 12 of the Veterans Rehabilitation Act in such amounts as the Minister of Veterans Affairs determines, not exceeding the whole of amounts equivalent to the compensating adjustments or payments made under that Act and, where the persons who made the compensating adjustments or payments received no benefits under the Veterans' Land Act, or where, having had financial assistance under the Veterans' Land Act, they are deemed by the Minister on termination of their Veterans' Land Act contracts or agreements to have derived thereunder either no benefits or benefits that are less than the amounts of the compensating adjustments or payments.

	Estimates	Allotments	Expenditures
Repayment..... (28)	\$ 5,000	\$ 5,000	\$ 1,824

This sub-vote was provided for the repayment of compensating adjustments or payments made into the consolidated revenue fund pursuant to section 12 (3) of the Veterans Rehabilitation Act less the amount of any benefit deemed by the Minister to have been received under the Veterans' Land Act in respect of cases where the veteran (a) cancels his application and does not receive financial assistance, or (b) settles under the Veterans' Land Act and his agreement is terminated either voluntarily or by rescission and has derived either no benefit or a benefit that is less than the amount of the compensating adjustment or payment.

Total Vote 15.....	\$ 5,678,000	\$ 5,678,000	\$ 5,522,804
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War service gratuities, re-establishment credits and repayments under section 13A of the War Service Grants Act of compensating adjustments made in accordance with the terms of the Veterans' Land Act

War service gratuities, War Service Grants Act, c. 289, R.S., as amended

Payment.....	(28)	2,263
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This statutory appropriation was provided for the payment of war services gratuities to former members of the Armed Forces.

Total expenditures under the above authority to the close of the current fiscal year amounted to \$476,429,885.

Re-establishment credits, War Service Grants Act, c. 289, R.S., as amended

Payment.....	(28)	216,974
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This statutory appropriation was provided for the cost of re-establishment credits paid to former members of the Armed Forces who served during World War II and/or the Korean conflict.

The following statement shows, by districts, the amounts of credits paid during the fiscal year and the purposes for which these credits were utilized.

District	Homes— Purchase, repairs discharge of indebtedness	Furniture and household equipment	Business— Purchases or working capital	Miscellaneous	Total
St John's.....	90	722	1,024	495	2,331
Halifax.....	1,150	4,497	300	112	6,059
Charlottetown.....		204		1,529	1,733
Saint John.....	373	3,785	1,064	2,624	7,846
Quebec.....		583	171	1,480	2,234
Montreal.....	2,174	17,670	1,985	5,744	27,573
Ottawa.....	1,228	4,777	128	5,585	11,718
Toronto.....	3,945	15,785	3,089	12,858	35,677
Hamilton.....	2,162	3,882	1,045	3,129	10,218
London.....	1,584	4,665	234	2,299	8,782
North Bay.....	22	4,632	1,161	1,710	7,525
Winnipeg.....	2,155	5,830	132	3,411	11,528
Regina.....	791	782	82	1,050	2,705
Saskatoon.....	244	1,084	407	1,706	3,441
Calgary.....	1,032	2,809	1,299	3,901	9,041
Edmonton.....	2,367	4,596	1,660	5,408	14,031
Vancouver.....	5,830	13,163	4,338	10,168	33,499
Head Office.....				21,033	21,033
	\$ 25,147	\$ 89,466	\$ 18,119	\$ 84,242	\$ 216,974

The net cost of re-establishment credits to the close of the current fiscal year was \$297,495,905.

Repayment under section 13A of the War Service Grants Act of compensating adjustments made in accordance with the terms of the Veterans' Land Act

Payments..... (28) 195,731

This statutory item was provided for the repayment of compensating adjustments or payments made into the consolidated revenue fund pursuant to section 13A of the War Service Grants Act less the amount of any benefit deemed by the Minister to have been received under the Veterans' Land Act in respect of cases where the veteran (a) cancels his application and does not receive financial assistance, or (b) settles under the Veterans' Land Act and his agreement is terminated either voluntarily or by rescission and has derived either no benefit or a benefit that is less than the amount of the compensating adjustment or payment.

Total Statutory item..... \$ 414,968

PENSIONS

Vote 20 Administration..... 2,798,200
Transfer from Department of Finance Vote 15 contingencies..... 90,000
2,888,200
Expenditures..... \$ 2,858,096

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Salaries.....	\$ 2,300,000			
Transfer from Department of Finance Vote 15 contingencies.....	90,000			
	(1)	2,390,000	2,314,400	2,297,670
Allowances.....	(2)	3,700	4,800	4,788
A Professional and special services.....	(4)	86,000	87,500	83,388
Travelling expenses—Staff.....	(5)	93,000	95,800	93,347
Postage.....	(7)	13,500	13,500	12,659
Telephones and telegrams.....	(8)	18,500	18,500	18,045
Office stationery, supplies and equipment.....	(11)	33,000	38,200	37,741
Travelling expenses—Applicants, pensioners and escorts.....	(22)	175,000	198,500	196,960
B Sundries.....	(22)	2,500	42,500	41,714
C Compensation for loss of earnings.....	(28)	73,000	74,500	71,784
		<u>\$ 2,888,200</u>	<u>\$ 2,888,200</u>	<u>\$ 2,858,096</u>

This vote was provided for the cost of administrative expenses of the Canadian Pension Commission, including travelling expenses of pensioners called for examination, and salaries and travelling expenses of the commissioners and staff.

The Canadian Pension Commission consisted of the following: T D Anderson, chairman, L A Mutch, deputy chairman, and J F Bates, U Blier, J M Cameron, D G Decker, W D Flatt, J M Forman, J A Forrester, J G Fyfe, W A Gilmor, N S Knapp, R L Laird, S G Mooney, W T Nixon, J R Painchaud, and W P Power, commissioners.

A Payments by services with individual payments of \$2,000 or over were:
Medical services \$35,320—J G Stapleton Hamilton Ont \$2,531.

B Treasury Board Minute 645417 September 8, 1965 approved the appointment under direction of the Minister of Veterans Affairs of a committee of three persons not connected with the Department of Veterans Affairs or the Canadian Pension Commission for a survey of the organization and work of the Canadian Pension Commission and for the preparation of a report and recommendation thereon to the Minister. Expenditures to date amounted to \$38,705.

C Reimbursement for loss of earnings by veterans in reporting for examination.

Vote 25 Pensions for disability and death, including pensions granted under the authority of the Civilian Government Employees (War) Compensation Order, P.C. 45/8848 of November 22, 1944, which shall be subject to the Pension Act; Newfoundland Special Awards and Gallantry Awards (World War II and Special Force).....	184,079,000
Vote 25d.....	1,700,000

Expenditures..... \$ 185,779,000
\$ 185,559,325

Pensions for disability and death, including pensions granted under the authority of the Civilian Government Employees (War) Compensation Order, P.C. 45/8848 of November 22, 1944, which shall be subject to the Pension Act and including Newfoundland special awards

	Estimates	Allotments	Expenditures
North West field force and general.....	8,500	8,500	7,238
The Flying Accidents Compensation Order.....	50,000	55,000	53,295
World War I.....	60,520,000	60,483,500	60,364,620
World War II.....	119,440,000	119,460,000	119,455,242
Civilians, World War II.....	645,000	645,000	643,838
Defence forces—Peacetime services.....	2,875,000	2,875,000	2,819,202
Special force (Korea).....	1,775,000	1,775,000	1,743,299
Newfoundland special awards.....	39,500	39,500	38,689
A Burial grants.....	400,000	410,000	406,676
	(27) \$ 185,753,000	\$ 185,751,500	\$ 185,532,099

A The payment of last sickness and burial expenses of certain deceased pensioners may be authorized pursuant to section 35(1) Pension Act.

Scale of pensions for disabilities and death is shown in appendix 3 to this section.

Gallantry Awards—World War II and Special Force

	Estimates	Allotments	Expenditures
Allowances..... (28) \$	26,000	\$ 27,500	\$ 27,226

This sub-vote was provided for the cost of the allowances to members of the Canadian Forces of World War II and the Korean campaign who were awarded the Victoria Cross, the George Cross, The Military Cross, the Distinguished Flying Cross, the Distinguished Conduct Medal, the Conspicuous Gallantry Medal, the Distinguished Service Medal, the Military Medal or the Distinguished Flying Medal.

Allowances for decorations awarded for World War I services are payable by the United Kingdom.

The above expenditures represent payments to veterans who elected to receive an allowance in lieu of the cash gratuity granted for such awards.

Total Vote 25..... \$ 185,779,000 \$ 185,779,000 \$ 185,559,325

TREATMENT SERVICES

Vote 30 Operation and maintenance including authority, notwithstanding the Financial Administration Act, to spend revenue received during the year for hospital, prosthetic and related services.....	47,228,000
Vote 30e.....	300,000
Transfer from Department of Finance Vote 15 contingencies.....	3,388,000

Less—Amount transferred to Department of National Health and Welfare..... 50,916,000
961,800

Expenditures..... 49,954,200
\$ 48,189,072

Treatment services—operation of hospitals and administration including authority, notwithstanding the Financial Administration Act, to spend revenue received during the year for hospital and related services

		Estimates	Allotments	Expenditures
Salaries and wages.....	\$40,650,000			
Transfer from Department of Finance Vote 15 contingencies.....	3,380,000	(1) 44,030,000	43,910,000	43,763,735
Overtime.....		(1) 630,000	785,000	730,369
Night differential payments for operating services.....		(2) 300,000	275,000	248,136
A Other professional and special services.....		(4) 3,408,000	3,545,000	3,450,152
B Hospitalization in other than Department of Veterans Affairs institutions.....		(4) 3,430,000	3,640,000	3,607,118
C Fees—Doctors and consultants, Department of Veterans Affairs institutions.....		(4) 3,650,000	3,570,000	3,556,210
Corps of Commissionaires services.....		(4) 860,000	870,000	863,809
D Canadian Red Cross Society—Arts and crafts program.....		(4) 133,000	125,300	125,215
Travelling expenses—Staff.....		(5) 183,000	183,000	177,294
Freight, express and cartage.....		(6) 41,000	44,000	43,237
Postage.....		(7) 50,000	50,000	49,500
Telephones and telegrams.....		(8) 206,000	206,000	204,675
Publication of Medical Services Journal, Canada.....		(9) 12,500	12,500	9,143
Office stationery, supplies, equipment and furnishings.....		(11) 123,000	160,000	157,181
E Materials and supplies.....		(12) 9,914,000	10,460,000	10,316,809
Repairs and upkeep of buildings and works, including land ..		(14) 950,000	890,000	867,296
Repairs and upkeep of equipment.....		(17) 290,000	295,000	289,176
Light and power.....		(19) 450,000	430,000	415,600
Water rates, taxes and other public utility services.....		(19) 200,000	201,800	172,354
Hospital insurance premiums or payments in lieu thereof re war veterans allowance recipients.....		(20) 1,611,000	1,706,000	1,650,907
Unemployment insurance contributions.....		(21) 56,000	59,200	59,151
Travelling expenses—patients and escorts.....		(22) 637,000	672,000	667,177
Laundry.....		(22) 290,000	290,000	282,820
Nursing assistants—Trainees allowances.....		(22) 60,000	55,000	51,878
Sundries, including allowances to student laboratory technicians.....		(22) 161,000	153,700	140,656
F Compensation for loss of earnings.....		(28) 60,000	65,000	59,847
		71,735,500	72,653,500	71,959,445
G Less—Recoverable costs—Treatment of patients, staff meals and accommodation, etc.....		(34) 22,700,000	23,628,000	24,645,036
		\$49,035,500	\$49,025,500	\$47,314,409

This sub-vote was provided for the treatment of former members of the armed forces, and others entitled to treatment under the department's regulations, for the salaries of the administrative staff at head office, and the salaries of the staff of the departmental hospitals, clinics, health and occupational centres and veterans' homes.

A Payments by services with individual payments of \$2,000 or over were:

Caretakers services \$57,029—Modern Building Cleaning Ltd Toronto \$57,029.

Dental services \$329,187—R Cutler Hamilton Ont \$3,726, J M Darcy St John's \$2,259, L I Duffy Charlottetown \$2,871, L G Israel Sydney N S \$3,053, M C Parks St Catharines Ont \$2,558, G Pinault Campbellton N B \$2,426 P Simon Glace Bay N S \$2,060.

Legal fees \$1,181.

Medical services \$2,226,499—F L Akin Windsor N S \$2,821, D J Allaire Richibucto N B \$2,046, J T Allard Richibucto N B \$2,638, A G Allen Tweed Ont \$6,224, Anaesthesia Association London Ont \$6,852, Anaesthesia Association Regina Sask \$3,776, Anaesthesia Services Kingston Ont \$3,316, R T Annand Bridgetown N S \$3,909, A R Atkinson Norwood Ont \$2,068, B W Badley Inverness N S \$2,211, C G Beacock Hamilton Ont \$2,183, J P Bedard Sutton Que \$3,818, W W Bennett Bridgewater N S \$2,336, B E Bergstrom Napanee Ont \$2,210, H J Bland Canso N S \$3,741, N Boffa Dartmouth N S \$2,370, M L Bonnell Murray River P E I \$3,769, R A M Boodoo-singh River Hebert N S \$4,722, G Boudreau Cheticamp N S \$2,253, M Bowen Winnipeg \$4,745, D Brennan Bear River N S \$2,960, Brighton Clinic Brighton Ont \$5,934, J A Bryant Magog Que \$6,320, R R Burden Springhill N S \$4,172, D W Burgess Campbellford Ont \$2,152, A M Carr Catalina Nfld \$4,783, J A Chamberland Portneuf Que \$2,012, A Charest Quebec \$2,070, E J Cloutier Huntsville Ont \$3,748, P A Cole Hubbards N S \$6,291, W J Cope-man Sundridge Ont \$6,810, W H Cunningham St Catharines Ont \$3,438, C A Dintino Sydney N S \$4,049, F G Dolan Halifax N S \$6,625, F Doucet Weymouth N S \$12,877, M M Drummond Toronto \$3,802, E R Ellicott Napanee Ont \$7,986, A Elmik Bass River N S \$2,337, A R Gaum Sydney N S \$6,456, D Gaum Sydney N S \$3,045, J Gauthier Shippegan N B \$10,346, J W Gibson Sault Ste Marie Ont \$3,403, M Gladu Sherbrooke Que \$3,124,

H E Good Haliburton Ont \$5,764, A Green Glace Bay N S \$3,744, G R Green Shawville Que \$2,214, F E A Griffiths Minden Ont \$4,297, S W D Hart Picton Ont \$3,574 J E Harvey Victoria \$3,126, J D Hope Timmins Ont \$2,842, A M House St John's \$4,401, H E Jacobs Delta Ont \$6,844, C E Jebson Kentville N S \$2,759, M T Jeremias Hamilton Ont \$2,975, A G Jessamine Ottawa \$2,400, A Jobidon Quebec \$4,040, R Joncas Caspe Que \$3,043, E D Jones St John's \$4,576, J F Keays Newcastle N B \$2,853, F W Kenney Rexton N B \$2,295, D Kernohan Parrsboro N S \$6,720, H Kiefer Midland Ont \$3,073, Kirkland Medical Group Kirkland Lake Ont \$2,934, L W Knight Souris Man \$2,350, W J Lamond Sydney Mines N S \$4,369, J Land St John's \$4,172, J Landells St John's \$5,740, F C Lansdall Vernon B C \$3,435, A M D Lawley Inverness N S \$3,750, P Lecoq Granby Que \$4,949, J L Leeson Warton Ont \$2,840, R Levesque Bonaventure Que \$2,338, S S Lumb Bancroft Ont \$4,507, A Lupin Yarmouth N S \$3,382, J G Lynch St John's \$3,129, D F MacDonald Yarmouth N S \$3,078, D R MacInnis Shubenacadie N S \$2,167, S G MacIssac Glace Bay N S \$2,777, J P MacKay Parry Sound Ont \$2,979, C B MacLean Inverness N S \$5,092, N J MacLean Inverness N S \$14,726, D MacLennan Campbellton N B \$4,312, A A MacLeod Bonshaw P E I \$2,670, MacMillan and MacMillan Baddeck N S \$3,515, D MacMillan Sheet Harbor N S \$2,524, J O MacNeil Glace Bay N S \$3,031, J R MacNeil Glace Bay N S \$3,048, J Mallett West Pubnico N S \$3,385, J B McClinton Timmins Ont \$4,498, C A McDonald Sydney N S \$8,627, M G McGuire Brockville Ont \$2,508, L D McKenzie North Sydney N S \$7,346, Medical Arts Clinic Medicine Hat Alta \$3,092, Medical Arts Clinic Regina Sask \$3,569, Medical Clinic Creston B C \$2,149, Medical Clinic Sechelt B C \$5,085, Medical Clinic Thorold Ont \$2,116, A R Mercer St John's \$6,175, A Messier Bedford Que \$2,408, C P Miller New Waterford N S \$2,108, P H Mine Freeport N S \$2,058, J D Moar Chatham N B \$5,251, S F Monestime Mattawa Ont \$2,281, C N Morehouse Noel N S \$4,452, P G Morin Bonaventure Que \$2,213, J S Munro North Sydney N S \$3,196, A J Murehison Pubnico N S \$3,511, H A Myers Amherst N S \$7,440, Neelands Clinic Kirkland Lake Ont \$2,823, C S Noble Sutton West Ont \$2,383, C L A North Winnipeg \$4,200, M W O'Brien Wedgeport N S \$2,912, B Paradis Quebec \$9,365, H G Parkin Marmora Ont \$2,434, M L Parsons Glovertown Nfld \$2,128, G I Paul Winnipeg \$3,498, J Paulin Tracadie N B \$2,267, D M Peterson Parksville B C \$2,323, W T Pocok Emsdale Ont \$2,244, J M Pollock Avonmore Ont \$2,651, J A Roach New Waterford N S \$2,148, J F Ross Halifax \$3,182, R M Rowter Bridgewater N S \$5,394, G R Scott Peterboro Ont \$2,125, J A Scott Magog Que \$3,194, D M Seaman Kentville N S \$5,351, W R Siddall Port Hawkesbury N S \$2,146, J Sirois Quebec \$2,615, L B Slipp Hubbards N S \$2,479, R C Smith Victoria \$7,418, D P Snidal Winnipeg \$3,498, J G Stapleton Hamilton Ont \$7,404, M W Stapleton Seaforth Ont \$2,017, M M Stein Toronto \$2,112, R C D Stewart Stewiacke N S \$3,010, Sudbury Clinic Sudbury Ont \$4,159, D L Sutherland St John's \$2,679, H F Sutherland Sydney N S \$2,688, M Swalsky Montreal \$6,189, R B Telfer Brantford Ont \$2,315, A. E Thomson Winnipeg \$5,496, J B Tompkins Dominion N S \$6,884, H J Townsend Glasgow N S \$4,010, C E Vaughan Hamilton Ont \$2,372, R E Warriner Winnipeg \$2,280, H B Whitman Westville N S \$6,012, A A Wilkinson Old Perlican Nfld \$3,673, J G Williams St John's \$3,675, B R Wilson Middleton N S \$2,972, H E Winter Arichat N S \$2,952, W A Wittick Burks Falls Ont \$5,102, F M Young Hamilton Ont \$2,050 H N Young Pererboro Ont \$2,306.

Outside hospital services \$410,204.

Special nursing services \$336,997—E Appleby Montreal \$5,950, J Audy Montreal \$4,120, E J Bailey Montreal \$4,260, M Beauchemin Montreal \$4,650, P Burns Montreal \$4,390, E Chabot Montreal \$4,490, B Cliche Montreal \$3,780, C Duhamel Montreal \$6,300, A Filion Montreal \$3,000, P Giffin Montreal \$2,655, A Hebert Montreal \$5,270, I Herdan Montreal \$3,920, J Huet Montreal \$6,000, J Jacques Montreal \$6,360, A B Kirby Montreal \$4,230, C Lord Montreal \$4,530, G McCarron Montreal \$3,110, R McMullen Montreal \$4,570, L Mead Toronto \$2,000, R R Osborne Vancouver \$3,733, H Pearce Montreal \$4,640, M Plourde Montreal \$2,200, M Post Toronto \$3,780, A Y Pountney Toronto \$2,590, K Richard Montreal \$4,020, U Smith Toronto \$2,478, F Thomas Toronto \$3,540, J Waggoner Toronto \$3,944, M Wardrop Montreal \$3,170.

University staff consultants \$13,322—W J Johnston Montreal \$3,060.

Miscellaneous \$75,733.

B A distribution of expenditures for patients in other than Department of Veterans Affairs institutions follows: maintenance of patients \$3,498,534, nurses and attendants \$108,584.

C Fees are paid at the rate of \$20 per half day for general practitioners and \$40 per half day for consultants and specialists.

Payments to doctors and consultants of \$2,000 or over were: C Aberhart Toronto \$11,480, D E Aikenhead London Ont \$3,840, J F Aikenhead Calgary Alta \$5,760, R L Aikens Halifax \$3,840, J R Albert Montreal \$2,203, D E Alcorn Victoria \$6,240, H E Aldridge Don Mills Ont \$2,280, J F C Anderson Saskatoon Sask \$2,400, R C Anderson Saskatoon Sask \$2,400, G J Ankenman Vancouver \$5,280, J W Arbuckle Vancouver \$7,200, J C Armit Regina \$2,400, C R Arnold Vancouver \$5,080, M Aronovitch Montreal \$6,360, R G Arthurs Toronto \$5,760, A S Atkins Vancouver \$5,280, J W Babb London Ont \$3,360, G A Badger Vancouver \$5,760, A A Bailey Saskatoon Sask \$2,400, B Baillargeon Town of Mount Royal Que \$6,000, D A Baird Winnipeg \$2,880, J B Baird St John's \$4,775, J Balfour Vancouver \$5,760, J F Ballantyne London Ont \$5,280, M P Banno Vancouver \$3,840, H J M Barnett Toronto \$4,320, E W Barootes Regina \$2,400, E Barrette Giffard Que \$3,000, T W Barrington Toronto \$4,320, R E Barry Hamilton Ont \$2,160, H Batalion Montreal \$2,700, J E Bateman Toronto \$4,080, D W Baxter Montreal \$4,800, T A Bayley Toronto \$2,000, M A Beach Ottawa \$2,160, M Beaulieu Quebec \$2,880, M N Beck Charlottetown \$3,840, J L Beckstead Winnipeg \$4,800, A Bedard Quebec \$5,280, D M Bell Edmonton \$2,880, L G Bell Winnipeg \$3,840, R D Bell Toronto \$2,400, P Berbrayer Winnipeg \$3,160, J T Bercovici Montreal \$4,800, B Berger Vancouver \$3,840, S S Berger Winnipeg \$2,880, J Bergeron Quebec \$5,760, G W Bethune Halifax \$2,880, J B Bewick Saint John N B \$4,800, G B Bigelow Victoria \$10,800, D L Bingham Kingston Ont \$5,280, R Bladec Islington Ont \$3,480, D C Blair Calgary Alta \$4,800, R Blais Montreal \$9,600, J A Blakely Toronto \$4,320, H Blondal Westmount Que \$3,680, M Bloomfield London Ont \$3,360, G D Blue Saskatoon Sask \$2,400, H M Blumer Montreal \$2,060, A Bogoch Vancouver \$5,760, D C Bondy London Ont \$5,760, F H Bonnell Victoria \$4,800,

K J Bonner Saint John N B \$4,800, W E Boothroyd Downsview Ont \$10,560, P Boretsky Montreal \$3,960, J Bouchard Montreal \$7,200, M Bouchard Quebec \$4,800, B Boucher Quebec \$4,320, J Boulanger Quebec \$3,840, J Boulay Quebec \$3,360, F M Bourne Montreal \$6,720, E A Boxall Vancouver \$5,280, K C Boyce Vancouver \$5,280, A D Bracken Winnipeg \$5,760, G C Bradley Regina \$6,240, E A G Branch Saint John N B \$4,800, P J Bratty Vancouver \$5,280, J P Brault Montreal \$3,840, D C Brereton Winnipeg \$7,200, T Bridge Vancouver \$3,400, G F Brindle Montreal \$8,160, A Brinsmead Edmonton \$3,600, C B Brown Toronto \$4,120, C Y Brown Victoria \$3,840, G M Brown Kingston Ont \$3,400, K W G Brown Toronto \$7,200, G M Brownrigg St John's \$7,638, A W Bruce Kingston Ont \$2,400, L Brunton Montreal \$3,000, D M Bruser Winnipeg \$5,760, D P Bryce Toronto \$4,800, D J Buchan Saskatoon Sask \$2,400, H W L Buck Vancouver \$4,640, J S D Burnes Vancouver \$2,400, W H Burnett London Ont \$5,760, C M Burns Winnipeg \$3,840, S Busby London Ont \$5,280, A A Butler Montreal \$3,840, E B Cahoon Toronto \$3,120, J C Callahan Edmonton \$2,400, E N Cambon Vancouver \$3,840, D F Cameron Edmonton \$10,880, G W Cameron Edmonton \$3,840, H S Cameron London Ont \$3,840, M G P Cameron London Ont \$3,840, W J Cameron London Ont \$7,680, W M Cameron Winnipeg \$3,020, H H Campbell Toronto \$2,640, J Campbell Calgary Alta \$4,320, J M Campbell Saskatoon Sask \$3,840, M Carnat Calgary Alta \$4,800, D W Carnduff Regina \$2,040, S Caron Giffard Que \$6,240, W Caron Quebec \$8,160, S E Carroll London Ont \$8,160, B M Carruthers Vancouver \$3,000, H R Carter Victoria \$5,760, L J Cera Winnipeg \$4,800, F C Chalke Ottawa \$5,740, J Charbonneau Montreal \$3,840, W B Charles Toronto \$4,320, W J Charlton Vancouver \$2,880, D Christie Vancouver \$2,640, E F Christopherson Vancouver \$4,320, C W Clark Winnipeg \$2,880, G Clark London Ont \$3,840, K A C Clarke Edmonton \$2,400, A Cohen Vancouver \$3,840, W Cohen Montreal \$4,080, L R Coke Winnipeg \$4,800, V Colapinto Toronto \$4,320, R T Collyer London Ont \$3,840, G J H Colwell Halifax \$3,840, C L Comrie Regina \$2,880, M A Conway Toronto \$5,760, H G Cooper Vancouver \$6,240, G Copping Montreal \$5,760, R W Cornett Hamilton Ont \$2,240, C E Corrigan Winnipeg \$7,200, P E Cote Quebec \$7,680, L Coulonval Quebec \$4,320, W K Coulter London Ont \$5,760, W M Couper Montreal \$10,560, C M Couves Edmonton \$3,360, R J Cowan Vancouver \$3,840, L S Cox Charlottetown \$3,360, J V Coyle St John's \$3,223, A G Crisp Toronto \$2,400, E G Cross Willowdale Ont \$3,840, C N Crowson St James Man \$2,640, P J E Cruse Calgary Alta \$4,080, C W E Danby Kingston Ont \$4,360, N Dare London Ont \$2,720, J H Darrach Montreal \$5,760, J S Davies Toronto \$2,080, G E Davis Halifax \$4,280, J W Dawson Calgary Alta \$2,880, C S Day Toronto \$5,280, M Delage Quebec \$5,280, R Demers Montreal \$4,560, R Denis Montreal \$8,160, J D Devlin Vancouver \$5,160, J G Dewan Toronto \$2,400, J Dick Vancouver \$3,840, M R Dickey Vancouver \$9,120, J C Dickison Montreal \$3,960, J G Dillane Hamilton Ont \$2,880, H S Dingsoy Halifax \$2,420, F C Dobie Regina \$2,040, E F Donald Edmonton \$5,280, R E Donevan Montreal \$4,240, C H Dorval Quebec \$3,160, W N Downe London Ont \$3,840, C G Drake London Ont \$2,400, S M Drance Vancouver \$3,840, J A Drummond Montreal \$3,840, R D Drysdale Charlottetown \$7,200, G N Duclos Montreal \$10,080, F Duff Calgary Alta \$5,760, A G Duncan Calgary Alta \$4,800, I B Duncan London Ont \$3,840, F W Duval Winnipeg \$2,880, D Dworkin Montreal \$3,840, G F E Eggleton Hamilton Ont \$2,160, T C Eid Edmonton \$2,880, A J Elliot Vancouver \$7,200, J A Elliot Vancouver \$2,280, A Elvidge Montreal \$6,960, N J England London Ont \$7,680, M Erdogan Halifax \$2,640, W A Ernest Halifax \$2,880, C C Ewing Saskatoon Sask \$2,400, J N Eydt Hamilton Ont \$2,240, B M Fahrni Vancouver \$5,760, W H Fahrni Vancouver \$4,800, R W Fanjoy Saint John N B \$5,760, J R Farish Vancouver \$4,240, G R D Farmer Ottawa \$3,600, J B Fenwick Vancouver \$5,280, J Fiddess Victoria \$5,280, D G Findlay Rockwood Ont \$3,080, M H Finlayson Montreal \$3,120, J A Finley Saint John N B \$9,210, S Fishman Vancouver \$5,760, L W E Flather Montreal \$3,200, D G Florendine Calgary Alta \$9,600, R M Ford Montreal \$7,020, D M Forman Toronto \$4,800, R R Forsey Montreal \$2,400, J Fortier Quebec \$4,320, G Fortin Montreal \$8,160, A D Forward Vancouver \$3,840, G H Francis Vancouver \$7,200, S F Frankling Toronto \$3,840, L B Fratkin Vancouver \$2,880, E Gagnon Montreal \$5,280, P Galbraith Collins Bay Ont \$3,600, H R Gallie Calgary Alta \$5,760, J Gareau Montreal \$2,560, D A Gaudin Victoria \$3,920, B C Gay Ottawa \$2,640, W O Geisler Toronto \$2,880, F H George Saint John N B \$4,800, J W Gerrie Montreal \$5,760, J E Gibson Kingston Ont \$10,360, J A L Gilbert Edmonton \$3,840, R G B Gilbert Montreal \$8,160, G Gingras Town of Mount Royal Que \$5,760, J P Goften Vancouver \$3,520, A Gold Montreal \$3,840, H Goldenberg Toronto \$2,400, T K Goodhand St James Man \$2,880, W S Goodman Toronto \$2,400, C A Gordon Halifax \$4,320, D Gordon Toronto \$3,840, S D Gordon Toronto \$8,160, M Gorelick Halifax \$3,840, C A Goresky Montreal \$3,840, W V Goresky Vancouver \$5,280, C L Gosse Halifax \$4,800, C E G Gould Vancouver \$5,280, R H Gourlay Vancouver \$3,840, G A Gow Toronto \$4,800, A F Graham Toronto \$5,280, C H Graham Halifax \$4,320, J C Graham Winnipeg \$2,880, M D Graham Victoria \$3,840, A V Grasset Vancouver \$2,400, K Greenwood Victoria \$3,840, B Gregoire Montreal \$5,674, R A Gregory Saint John N B \$4,800, H G Grieve Victoria \$10,080, L P Guertin Montreal \$4,800, C H Gundry Vancouver \$3,600, A Haber Toronto \$6,240, H K Hall Halifax \$3,780, G W Halpenny Montreal \$11,520, B C Hardy Scarborough Ont \$2,080, D W Harper Toronto \$2,400, G S Harris Vancouver \$3,840, W R Harris Toronto \$5,400, R C Harrison Edmonton \$3,360, T R Hassard Edmonton \$2,040, P P Hauch London Ont \$3,360, T J Houghton Regina \$4,320, E G Hawes Saskatoon Sask \$2,400, R K Hay Winnipeg \$4,320, R T Hayes Saint John N B \$4,800, R C Hayton Saskatoon Sask \$4,800, C H Hemmings Sidney N S \$4,020, P D Henteleff Winnipeg \$3,840, R B Higgins Saint John N B \$4,800, C G Hill Calgary Alta \$4,800, J C Hill Toronto \$2,400, N C Hill Winnipeg \$2,400, W H P Hill Montreal \$2,400, J R Hilliard Edmonton \$3,840, J W Hiltz Toronto \$3,680, H A Himel Toronto \$4,800, G E Hobbs London Ont \$5,760, H Hoffman Toronto \$3,840, T E Holland Winnipeg \$2,400, C Hollenberg Winnipeg \$3,840, S J Holmes Toronto \$5,760, I B Holubitsky Vancouver \$3,840, G F Homer Victoria \$11,500, I H Horn Saskatoon Sask \$4,800, W K House Halifax \$6,240, G G Houston Charlottetown \$5,280, D R S Howell Halifax \$2,140, S M Hudecki Hamilton Ont \$2,880, A J Hudson London Ont \$6,960, R C A Hunter Kingston Ont \$3,840, W S Hunter Toronto \$4,320, H H Hyland Toronto \$5,760, J W Ibbott Vancouver \$5,280, F G Inglis Montreal \$3,480, P E Ireland Toronto \$9,600, B A Jackson Saskatoon Sask \$5,280, G Jacques Quebec \$4,800, R H James Halifax \$4,280, M G W Jansen Toronto \$3,120, G Jarry Montreal \$4,320, R C Jeffries Vancouver \$3,960, E Jenkins Calgary Alta \$3,600, A M Johnson Vancouver \$5,280, H W Johnson Vancouver

\$5,280, A C Johnston Vancouver \$3,840, D W B Johnston London Ont \$11,040, A Jolicoeur Quebec \$6,720, G Jolicoeur Ville D'Estereel Que \$2,880, A Jones Montreal \$4,800, D P Jones Vancouver \$5,080, D R Jones Hamilton Ont \$5,280, E A Jones Regina \$3,840, J A B Jones Willowdale Ont \$2,160, R O Jones Halifax \$3,840, G H C Joynt Toronto \$3,840, P P Julien Montreal \$5,080, A Kakos Montreal \$4,320, S Kaplan Vancouver \$3,600, W Karlinsky Winnipeg \$3,840, I A Karrel Saint John N B \$4,660, A H Katz Montreal \$3,840, B J Kaufman Winnipeg \$4,800, C F Keays Halifax \$4,800, G W A Keddy Saint John N B \$7,036, G H Kelly Kingston Ont \$4,680, J C Kennedy London Ont \$2,880, S G Kenning Victoria \$8,640, S G P Kenning Victoria \$3,840, J Keregturi Halifax \$5,000, R B Kerr Vancouver \$3,840, J H Kerridge Vancouver \$3,840, J A Key Toronto \$6,000, S Keyes Saint John N B \$3,120, J M Kilgour Winnipeg \$11,500, A Knight Westmount Que \$3,840, A Koval Kingston Ont \$2,240, L F Koyl Toronto \$2,880, V A Kral Montreal \$3,840, C C Krause Regina \$2,400, E Kruffy Toronto \$3,120, A G Kushner Montreal \$7,520, M J P Labreque Montreal \$3,840, T A Laidlaw Charlottetown \$3,360, W H Lakey Edmonton \$2,880, L Lamoureux Montreal \$8,160, K W Langston Vancouver \$6,240, R G Langston Vancouver \$3,840, R Lantier Montreal \$5,902, J B Lantz Charlottetown \$2,700, A W Lapin Montreal \$8,640, P W Lapp Toronto \$2,240, G Larocheville Montreal \$3,840, J L Larocheville Quebec \$4,800, R Lavoie Quebec \$4,800, J Lealos Saskatoon Sask \$3,360, J W R Leblond Regina \$2,880, G Leclerc Montreal \$5,760, J E Leddy Saskatoon Sask \$2,880, R W Lee Saint John N B \$4,800, P O Lehmann Vancouver \$5,760, B Leibel Toronto \$2,160, J A Leroux Vancouver \$5,280, F Letarte Quebec \$4,800, B A Levitan Montreal \$4,320, I Levy Hamilton Ont \$2,160, A S Lewis St John's \$4,775, J A Lewis London Ont \$11,040, T G C Lewis Vancouver \$3,840, G L Liberty Ottawa \$3,600, J F Lind Winnipeg \$3,840, D S Lindsay Calgary Alta \$3,840, W Lingard Montreal \$5,077, O K Litherland Vancouver \$5,280, D Lloyd-Smith Montreal \$4,080, J M Loiselle Quebec \$3,640, R C Long Montreal \$3,840, W M Loughheed Toronto \$5,280, G E Lovatt London Ont \$5,760, R A MacBeth Edmonton \$3,360, P N MacDermot Montreal \$2,400, A D MacDonald Montreal \$4,560, F B MacDonald Sydney N S \$4,800, H N A MacDonald Halifax \$3,840, R I MacDonald Toronto \$4,800, R M MacDonald Halifax \$9,600, W C MacDonald Vancouver \$3,840, J T MacDougall Winnipeg \$11,500, J A MacFarlane Toronto \$2,400, F G Mack Halifax \$3,840, A D MacKeen Halifax \$4,040, W C MacKenzie Edmonton \$2,880, R G MacLachlan Vancouver \$4,320, R D MacLaren Vancouver \$4,800, C A MacLean Vancouver \$7,920, J G MacLean Saint John N B \$4,320, J T MacLean Montreal \$9,128, I D MacLeod Winnipeg \$4,520, A H MacMillan Hamilton Ont \$2,240, F A MacMillan Charlottetown \$3,360, E MacNaughton Montreal \$10,560, G B MacPherson Kingston Ont \$3,840, J G Maguire Montreal \$5,760, W A Mahon Edmonton \$2,880, D G Malkin Willowdale Ont \$2,160, J S Manchester Halifax \$5,860, G W Manning London Ont \$3,360, E L Margetts Vancouver \$7,200, C A Martin Sillery Que \$5,760, G Martin Quebec \$3,000, J H Martin Winnipeg \$5,280, J R Martin Montreal \$5,760, K McAskile Toronto \$2,400, W J McCracken Hamilton Ont \$2,240, A W McCulloch Winnipeg \$4,920, J C McCulloch Toronto \$9,600, W G McDougall Regina \$2,880, R M McFarlane London Ont \$3,360, J S McGillivray Regina \$7,680, J E McGoey Winnipeg \$3,360, W J McIlroy Toronto \$2,400, W P McInnis London Ont \$5,400, J M McIntyre Montreal \$5,280, K D McKenzie Winnipeg \$2,160, D G McKerracher Saskatoon Sask \$2,880, J J McKiggan Halifax \$3,520, J A McLachlin St Thomas Ont \$3,840, T D McLarty London Ont \$2,200, I R McLean Calgary Alta \$4,320, J A McLurg Regina \$2,880, R J McLurg Regina \$2,880, C C McMillan Saint John N B \$3,840, J D McMillan Winnipeg \$3,600, R G D McNeely Victoria \$6,240, D L McRae Town of Mount Royal Que \$2,400, J F Meakins Montreal \$5,400, D B Meltzer London Ont \$5,760, W S S Melvin Kingston Ont \$4,800, G Meszaros Winnipeg \$2,880, J O Metcalfe Edmonton \$2,880, B Michalyszyn Edmonton \$3,360, A Miller Westmount Que \$2,000, B F Miller Halifax \$3,480, G E Miller Calgary Alta \$2,400, W D Miller Saint John N B \$4,800, J A Milliken Kingston Ont \$7,720, J R F Mills Toronto \$5,280, S Milrod Saint John N B \$4,800, J H Minden Hamilton Ont \$2,240, S Mirsky Ottawa \$11,500, H S Mitchell Montreal \$5,840, J C Mitchell Vancouver \$5,760, A E Moll Montreal \$3,520, F Montreuil Montreal \$6,720, G T Moonie Edmonton \$2,560, J R Moore Montreal \$3,960, J C Morgan Calgary Alta \$4,320, E Morin Quebec \$9,120, D E Morris Halifax \$2,880, J D Morrow Don Mills Ont \$6,720, L R Morse Saint John N B \$8,640, P W Morse Vancouver \$5,640, G K Morton Edmonton \$2,400, H S Morton Montreal \$11,520, J W Morton Vancouver \$5,760, B Murphy St John's \$2,989, R G Murray Saskatoon Sask \$2,400, W A Murray Halifax \$3,840, E W Nation Calgary Alta \$5,520, W S Neal Winnipeg \$3,600, W C Nicholas Halifax \$4,800, J F Nicholson Halifax \$3,840, J Nixon Calgary Alta \$5,760, M Nixon Saint John N B \$2,400, J A Noakes Calgary Alta \$4,800, H R C Norman Toronto \$5,280, G I Norton Vancouver \$9,120, S T Norvell Halifax \$2,400, G J O'Brien St John's \$4,774, L Ogilvy Montreal \$3,840, M A Ogryzlo York Mills Ont \$3,840, J S Olin Toronto \$5,760, J A Oliver Montreal \$3,040, T R Osler Vancouver \$3,840, P M O'Sullivan Toronto \$3,840, W E Pace London Ont \$3,840, R Page Quebec \$6,240, K W E Paine Saskatoon Sask \$3,360, J Palmer Town of Mount Royal Que \$2,880, J O Parker Kingston Ont \$2,880, W D Parsons St John's \$4,774, O Pascal Toronto \$3,640, J Paterson London Ont \$5,240, J F Paterson Toronto \$8,440, H A Peacock Hamilton Ont \$6,240, G F Pennal Toronto \$4,520, A W Perry Victoria \$5,280, G Phillips Toronto \$2,700, G Piasecki Montreal \$4,560, C A Pick Montreal \$4,200, E W Pickard Winnipeg \$3,840, H A Pickard London Ont \$5,760, M M Pierce Winnipeg \$5,280, R E G Place Westmount Que \$7,200, F D Playfair St Catharines Ont \$2,720, M I Polowin Saint John N B \$4,800, J S Polson Montreal \$4,406, P N Porritt Winnipeg \$2,880, J J Porter Calgary Alta \$9,600, R E Pow Calgary Alta \$6,640, J A Pratt-Johnson Vancouver \$3,760, R S A Prentice Halifax \$7,760, I C Price London Ont \$2,880, J D E Price Vancouver \$5,000, R C Pronger Victoria \$2,400, H Prosen Winnipeg \$4,360, J Prudhomme Montreal \$4,800, J K B Purves Halifax \$4,320, M J Putnam Charlottetown \$3,360, G Quenneville Montreal \$2,400, C A Rae Toronto \$4,800, T Rasmussen Town of Mount Royal Que \$2,720, D L Rees Edmonton \$2,640, P Rentiers Edmonton \$3,840, N Renzie St Lambert Que \$4,320, J C Richardson Toronto \$3,840, K T Riese Winnipeg \$2,880, E D Ring Regina \$3,840, E L Ritcey Toronto \$2,400, J B Roberts Victoria \$3,360, J B Roberts St John's \$7,638, R Robertson Vancouver \$3,840, R E Robins Vancouver \$3,840, C J Robson Toronto \$6,000, D E Rodger Regina \$7,200, K C Rodger Saint John N B \$4,668, D D Rodgers Winnipeg \$4,800, J P Roger Quebec \$4,800, B Rose Montreal \$4,800, T F Rose Victoria \$2,880, D Rosen Kingston Ont \$2,400, H J Rosen Saint John N B \$8,160, P S Rosen Toronto \$6,240, E F Ross Halifax \$3,840, H R Ross Sydney N S \$3,840, M Ross Toronto \$4,400, T R Ross Winnipeg \$5,760, W C

Ross Victoria \$2,160, F J Rounthwaite London Ont \$3,360, J Rousseau Quebec \$7,200, P G Rowe Montreal \$3,840, W A Rowland Toronto \$5,760, J E Rubin Winnipeg \$3,360, A Rubio Halifax \$2,400, D H Ruddick Montreal \$3,517, J Ruedy Winnipeg \$4,920, S D Rusen Winnipeg \$4,800, J L Sales London Ont \$3,840, J C Samis Ottawa \$4,800, J J Sandilands Vancouver \$3,840, S W Schatz Toronto \$4,320, O Schickler Montreal \$7,420, K E Schirmer Hampstead Que \$3,040, C Schneiderman Hampstead Que \$2,882, C B Schoemperlen Winnipeg \$3,840, G Scott Kingstons Ont \$2,880, H Scott Vancouver \$5,760, R Scott-Moncrieff Victoria \$3,840, J A Senn Toronto \$8,880, M Seraglia Vancouver \$3,840, J G Shannon Montreal \$10,120, L Shapiro Montreal \$3,840, A G Shaw Toronto \$4,080, A J Shaw Halifax \$4,280, J J Sidorov Halifax \$3,840, D Sillers Don Mills Ont \$4,320, S Silver Saint John N B \$4,204, P Simard Quebec \$7,680, J G Simms Ottawa \$2,160, W W Simpson Vancouver \$3,840, J M Sinclair Victoria \$9,120, J C Sinnott Charlottetown \$4,800, F L Skinner Vancouver \$3,840, J G Sladen Vancouver \$2,880, W L Sloan Vancouver \$9,120, C Smith Montreal \$8,640, J B Smith Toronto \$2,400, R M Smith Montreal \$3,360, H A Smythe Toronto \$8,160, D P Snidal Winnipeg \$2,400, L F Spackman Calgary Alta \$3,840, T J Speakman Edmonton \$2,400, E G Spooner Regina \$4,320, H J Spooner Regina \$4,800, J B Squire Winnipeg \$3,480, C H Stacey Westmount Que \$3,840, E J Stark Saskatoon Sask \$3,840, A O Stebnick Vancouver \$3,840, H A Stein Scarborough Ont \$2,400, S Steinberg Winnipeg \$3,600, W Stephen Saint John N B \$4,800, G M Stephens Winnipeg \$8,160, E Stephenson Winnipeg \$3,960, H D Stevens Montreal \$3,840, T Stevenson Regina \$2,040, W D Stevenson Halifax \$7,200, I Stewart New Westminster B C \$3,840, K R Stewart Baie D'Urfee Que \$4,200, N R Stewart Victoria \$6,720, W D Stewart Calgary Alta \$4,320, D A Stinson Toronto \$5,280, G W Stock Toronto \$4,320, C C Stoddard Halifax \$3,120, S H Stordy Vancouver \$5,280, R I Strang Vancouver \$2,800, D Stubington Montreal \$6,240, H A Sullivan Saint John N B \$3,840, F M Swaine Montreal \$4,480, D Swartz Winnipeg \$3,960, E J Tabah Montreal \$2,880, Z A Tallan Victoria \$3,360, W H R Tanner Calgary Alta \$2,880, R R Tasker Toronto \$4,320, W F T Tatlow Montreal \$9,120, C Taylor Calgary Alta \$5,760, C R Taylor Saint John N B \$4,160, B Teichman Toronto \$4,320, R Therrien Quebec \$4,800, A T Thom Montreal \$3,600, C A Thompson London Ont \$5,280, G B Thompson Vancouver \$2,880, W J Thompson Vancouver \$9,600, A E Thomson Winnipeg \$6,960, F B Thomson Vancouver \$7,200, M Tile Toronto \$4,000, A R Tilley Toronto \$2,640, P K Tisdale Winnipeg \$5,280, B Tobe Toronto \$3,500, H O Tinning Saint John N B \$10,956, J H Toogood London Ont \$4,320, H W Tougas Verdun Que \$4,320, R Townsend Montreal \$4,320, J A Traynor Vancouver \$5,760, A Trias Halifax \$2,640, M Trossman Montreal \$3,600, G H Turect Montreal \$6,240, H Turcotte Quebec \$3,360, P A Turgeon Town of Mount Royal Que \$5,846, A Turnbull Vancouver \$9,600, S Vaisrub Winnipeg \$2,000, L Valberg Kingston Ont \$3,960, F W Vaughan Victoria \$3,360, A M Vineberg Montreal \$3,840, D B Walcott Vancouver \$3,840, J A L Walker Montreal \$5,760, J E Walker Vancouver \$5,760, J H Walker London Ont \$7,200, A C Wallace London Ont \$5,360, W B Wallace Toronto \$2,400, G C Walsh Vancouver \$5,760, W J Walsh Hamilton Ont \$2,240, E P Walter Saint John N B \$4,710, M B Walters Vancouver \$5,760, H M Warner Kingston, Ont \$3,840, J D Warren Victoria \$2,800, C H Watson Toronto \$5,280, M Watson Toronto \$4,800, D L Watt Willowdale Ont \$5,280, J G Watt Vancouver \$4,480, G O Watts Toronto \$5,280, G A Waugh Winnipeg \$4,320, P G Weil Montreal \$4,800, W R Welply Winnipeg \$3,840, D N White Kingston Ont \$2,880, J W Whiteford Winnipeg \$3,840, D M Whitelaw Vancouver \$7,200, R L Whitman Vancouver \$5,280, G W Wilkinson Saskatoon Sask \$2,880, J G Williams St John's \$4,774, L R Williams Vancouver \$3,840, M Williams Edmonton \$4,800, G L Willox Edmonton \$3,360, D R Wilson Edmonton \$2,880, G L Wilson Edmonton \$3,840, J A S Wilson Montreal \$3,840, J R Wilson Vancouver \$5,280, R Wilson Vancouver \$4,320, T C Wilson Edmonton \$2,400, W E Wilson Beaconsfield Que \$2,400, D Wolochow London Ont \$3,840, J Wong Victoria \$3,360, A M Wright Montreal \$4,800, N M Wrong Toronto \$2,760, J K Wyatt London Ont \$3,840, B Wylie Vancouver \$5,280, S A Yaffe Hamilton Ont \$4,320, C H Young Halifax \$3,840, G Young Westmount Que \$4,800, R W Young St John's \$2,189, S Young Regina \$7,440, W A Young Vancouver \$5,280, C H Zeldowicz Vancouver \$4,240.

D This payment to the Canadian Red Cross Society was towards its expenses in operating the arts and crafts program in departmental hospitals.

E A distribution of expenses for food, hospital supplies, etc., for use in departmental institutions follows:

Food.....	3,180,207	Dental.....	48,554
Coal and fuel oil.....	625,795	Laundry.....	41,352
Employees' uniforms.....	3,791	Power house.....	23,083
Gases—Medical.....	55,506	Cleaning and maintenance.....	165,527
Supplies:		Art and photographic.....	16,985
Medical and surgical.....	2,604,689	Buildings and grounds.....	121,428
Radiological.....	272,153	Replacements.....	546,838
Therapy.....	34,111	Miscellaneous.....	100,751
Pharmaceutical.....	2,476,039		
			<u>\$10,316,809</u>

F Reimbursement for loss of earnings by veterans in reporting for treatment or examination.

G Details of amounts recovered are as follows:

Repayment for services—		Sales—	
Treatment.....	23,929,152	Meals.....	438,046
Laundry.....	18,359	Market garden produce.....	187
Rental of staff quarters.....	212,456	Occupational therapy.....	15,767
		Miscellaneous.....	31,069
			<u>\$24,645,036</u>

STATEMENT OF GROSS EXPENDITURES FOR OPERATION AND MAINTENANCE OF DEPARTMENTAL HOSPITALS
Fiscal Year 1965-66

	No. of beds	Salaries and allowances	Medical services — Part-time doctors	Canadian Corps of Commissionaires services	Materials and supplies			Repairs to buildings and equipment	Light, power, water rates and taxes	Laundry	Miscel- laneous	Total
					Food	Fuel	Medical and surgical					
		\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Active treatment —												
Camp Hill Hospital, Halifax.....	410	2,582,599	200,380	34,471	180,739	57,261	238,912	99,209	49,405	85,477	97,486	3,085,249
Lancaster Hospital, Saint John.....	305	2,332,840	156,124	39,133	124,559	47,188	161,195	55,912	37,334	275	37,911	3,023,299
Ste Foy Hospital, Quebec.....	325	1,552,905	156,960	28,781	88,543	24,373	159,342	35,886	25,691		70,729	2,173,927
Queen Mary Veterans Hospital, Montreal.....	700	4,764,817	645,101	94,414	285,572	51,083	668,667	155,683	44,622	2,269	234,738	7,053,463
Ste Anne's Hospital, Ste Anne de Bellevue.....	1,200	5,192,488	16,744	81,714	465,225	93,677	202,835	153,771	74,620	137	187,070	6,594,154
Sunnybrook Hospital, Toronto.....	1,563	6,857,227	492,080	215,552	514,743	109,082	684,765	268,956	76,323	1,136	299,396	9,634,205
Westminster Hospital, London.....	1,520	6,267,423	246,720	144,616	482,520	105,796	513,005	184,444	81,320	2,403	126,070	8,316,841
Deer Lodge Hospital, Winnipeg.....	640	3,517,961	314,140	32,970	209,895	25,921	304,623	97,322	41,174	103,132	69,948	4,761,873
Colonel Belcher Hospital, Calgary...	400	2,218,535	129,040	35,391	158,550	17,376	169,389	68,309	28,782	158	45,376	2,908,300
Shaughnessy Hospital, Vancouver...	1,165	5,781,292	533,580	78,320	459,170	48,572	464,022	170,045	84,238	881	146,535	7,856,934
Veterans Hospital, Victoria.....	300	1,676,110	146,920	25,462	113,753	27,343	165,795	49,180	23,583	61,806	35,278	2,355,135
Health and occupational centre —												
Ottawa.....	160	494,529		24,381	53,031	13,350	4,803	11,902	10,771	12,748	27,346	676,805
Veterans' homes —												
Saskatoon.....	60	193,257		20,435	20,186	2,339	4,950	7,659	8,932	5,255	5,677	269,838
Edmonton.....	75	198,051		2,010	23,721	2,434	412	5,387	3,621	5,304	7,619	251,344
Total.....	8,823	43,630,034	3,037,789	857,650	3,180,207	625,795	3,742,715	1,364,165	590,416	280,981	1,391,179	59,561,367

Note — The totals of the individual columns are less than those of expenditures from primary allotments under sub-vote — Treatment Services — due to the exclusion of head office and district administrative costs and those of out-patient clinics not located in departmental hospitals.

Treatment services—Medical research and education

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Salaries.....	\$ 240,000			
Transfer from Department of Finance Vote 15 contingencies.....	8,000			
		(1) 248,000	248,000	240,035
A Fees of specialists engaged in research.....		(4) 140,000	129,000	122,678
Other professional and special services.....		(4) 1,000	5,000	3,810
Travelling expenses—Staff.....		(5) 4,000	4,000	1,132
Special research drugs.....		(12) 1,000	1,000	107
Special research equipment.....		(16) 25,000	25,000	24,687
Medical education.....		(22) 19,000	19,000	11,966
Miscellaneous research expenses.....		(22) 8,000	15,000	13,242
Travelling expenses—Patients and escorts.....		(22) 1,000	1,000	52
Compensation for loss of earnings.....		(28) 1,000	1,000	17
		<u>\$ 448,000</u>	<u>\$ 448,000</u>	<u>\$ 417,726</u>

A Payment by services with individual payments of \$2,000 or over were:

Specialists engaged in research \$122,678—D V Bates Montreal \$3,600, J A Blakely Toronto \$3,500, D C Bondy London Ont \$5,546, J Ciale Montreal \$3,180, D DeJong Westmount Que \$3,600, B A Dinel London Ont \$4,755, M Erdogan Halifax \$2,800, C A Gordon Halifax \$3,500, D S M Haines London Ont \$2,360, J K Houston Toronto \$3,310, W Jelek Montreal \$2,800, M Kaye Westmount Que \$4,000, V A Kral Montreal \$2,400, A Little Toronto \$3,900, F W Lundell Montreal \$3,500, H W McIntosh Vancouver \$5,500, B E Murphy Montreal \$2,670, M M O'Brien Vancouver \$3,600, M A Ogryzlo Toronto \$5,500, C J Pattee Montreal \$6,000, G I Paul Winnipeg \$3,498, A Perales Montreal \$2,250, E J Pinter Montreal \$3,900, R E G Place Montreal \$3,500, H M Shanoff Toronto \$2,640, E V Shiner Montreal \$2,400, D P Snidal Winnipeg \$3,498, A E Thomson Winnipeg \$5,496.

Prosthetic services — supply, manufacture and administration including authority, notwithstanding the Financial Administration Act, to spend revenue received during the year for prosthetic and related services

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Salaries.....	(1) 70,000		69,700	66,772
Travelling expenses — Staff.....	(5) 1,000		550	165
Freight, express and cartage.....	(6) 4,000		3,650	3,277
Postage.....	(7) 6,000		6,000	5,830
Telephones and telegrams.....	(8) 400		450	427
Office stationery, supplies and equipment.....	(11) 1,500		1,500	1,428
Materials and supplies.....	(12) 360,000		370,000	353,019
Construction or acquisition of equipment.....	(16) 1,000		1,000	995
Travelling expenses — Patients and escorts.....	(22) 22,000		22,250	20,343
Sundries.....	(22) 500		100	
Compensation for loss of earnings.....	(28) 4,300		5,500	4,681
		<u>\$ 470,700</u>	<u>\$ 480,700</u>	<u>\$ 456,937</u>

The responsibility for the manufacture, procurement and supply of all prosthetic and orthopaedic appliances, excluding dental prostheses, was transferred to the Department of National Health and Welfare, effective April 1, 1965.

Total Vote 30	<u>\$49,954,200</u>	<u>\$49,954,200</u>	<u>\$48,189,072</u>
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Vote 35 Hospital construction, improvements, equipment and acquisition of land . . .	3,006,000
Expenditures	<u>\$ 1,684,304</u>

	<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
A Hospital construction and improvements.....	2,101,000		
<i>Nova Scotia</i>			
Camp Hill Hospital, Halifax			
Extension of operating room suite.....		262,000	3,250
Expenditures on this project to date were \$3,554.			
Access road to pavilion "B" and parking areas.....		8,500	
Alterations to radiology department.....		19,000	

	<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
<i>New Brunswick</i>			
Lancaster Hospital, Saint John			
Improve facilities — Floors A-B and E-F.....		40,000	
Modifications to laboratories.....		31,000	17,316
<i>Quebec</i>			
Queen Mary Veterans Hospital, Montreal			
Installation of summer boiler.....		50,000	49,678
Fire alarm system and watchman's recording tour system.....		11,700	11,700
Expenditures on this project to date were \$48,571 (final).			
Installation of elevator to occupational therapy department.....		65,000	
Accommodation for duty resident doctors.....		27,000	24,153
Kitchen refrigeration renovations.....		16,800	15,357
Closing of central stairwell and provision of fire exit.....		60,000	24,087
Ste Anne's Hospital, Ste Anne de Bellevue			
New wing and services.....		250,000	5,109
Modernization of power plant.....		25,000	357
Alterations and additions for kitchen and dining room (Phase 1, extension to dining room) — Senneville wing.....		51,000	45,298
<i>Ontario</i>			
Sunnybrook Hospital, Toronto			
Electrical distribution changes and standby generator.....		100,000	48,600
Expenditures on this project to date were \$48,639 (final).			
Westminster Hospital, London			
Alterations to x-ray department — Surgical unit.....		45,000	43,436
Expenditures on this project to date were \$215,798.			
*Contract: W A McDougall Ltd \$192,412 expenditures \$36,970, to date \$192,412 (final).			
Alterations to operating room suite — Surgical unit.....		4,000	1,707
Expenditures on this project to date were \$8,026.			
Renovation of central heating plant.....		144,000	98,355
Expenditures on this project to date were \$105,130.			
*Contract: Martin-Dominion Ltd \$110,528, expenditures \$71,944.			
Rebuilding entrance road with curbs from Commissioners Road.....		17,000	15,676
Expenditures on this project to date were \$17,431 (final).			
Changes to passenger elevators in surgical wing.....		80,000	
Installation of fire escapes — Staff residence and psychiatric institute.....		50,000	
<i>Saskatchewan</i>			
New veterans home, Saskatoon.....		5,000	4,979
Expenditures on this project to date were \$883,895.			
*Contract (1963-64): Bird Construction Co Ltd \$828,663, expenditures \$2,772, to date \$828,663 (final).			
<i>Alberta</i>			
Colonel Belcher Hospital, Calgary			
Modernization of washroom facilities.....		23,000	21,519
Improvements to operating room — Air conditioning system.....		37,000	24,500
<i>British Columbia</i>			
Shaughnessy Hospital, Vancouver			
Operating room and recovery room — Air conditioning....		15,000	14,978
Expenditures on this project to date were \$73,780 (final).			
Extension and alterations for laboratory, radiology, clinical investigation unit and central supply room.....		224,000	15,015
Expenditures on this project to date were \$17,140.			
Veterans Hospital, Victoria			
Purchase of steam.....		80,000	38,468

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
<i>General</i>				
Unspecified departmental institutions				
Projects under \$15,000.....			345,000	281,869
Unallotted primary.....			15,000	
Total hospital construction and improvements...	(13)	2,101,000	2,101,000	805,407
B Construction or aquisition of equipment.....	(16)	905,000	905,000	878,897
		<u>\$ 3,006,000</u>	<u>\$ 3,006,000</u>	<u>\$ 1,684,304</u>

*Awarded through Department of Public Works.

The variation between the appropriation and expenditure charged thereto can be largely attributed to delays experienced in the planning stage, particularly in the larger projects. This, in general, is the result of shortages of experienced staff in the agencies employed for the production of the contract documents. However, the programming of the New Wing and Services for Ste. Anne's Hospital, Ste. Anne de Bellevue, Que., was revised in view of the extremely heavy demands on the construction industry in the Montreal area.

A Included consultant's fees \$31,017—Blackwell Hagarty and Buist London Ont \$3,457, Kerr Cullingworth Riches and Associates Saskatoon Sask \$2,111, Mercer and Mercer Vancouver \$15,015, Napier and Napier Halifax \$3,250, Nicholas Fodor and Associates Toronto \$3,798, Universal Drilling (1964) Inc Montreal \$3,386.

B Represents the purchase of hospital equipment \$878,897.

SOLDIER SETTLEMENT AND VETERANS' LAND ACT

Vote 40 Administration of Veterans' Land Act; Soldier Settlement and British Family Settlement; upkeep of property, Veterans' Land Act, including engineering and other investigational planning expenses that do not add tangible value to real property, taxes, insurance and maintenance of public utilities; and to authorize, subject to the approval of the Governor in Council, necessary remedial work on properties constructed under individual firm price contracts and sold under the Veterans' Land Act and to correct defects for which neither the veteran nor the contractor can be held financially responsible, and for such other work on other properties as may be required to protect the interest of the Director therein.....

Transfer from Department of Finance Vote 15 contingencies.....

4,322,400
73,000

Expenditures.....

4,395,400
\$ 4,368,638

Expenditures included an ex-gratia payment of \$100 or over as follows:

Particulars and payee	Authority	Amount
Compensation for quit claiming to the Director, Veterans' Land Act.		
Mrs. Ola Hawkey.....	P.C. 1965-72/961 May 27, 1965.	\$ 200

Administration of Veterans' Land Act; Soldier Settlement and British Family Settlement

		<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Salaries and wages.....	\$ 3,550,000			
Transfer from Department of Finance Vote 15 contingencies.....	73,000			
A Legal fees.....	(1)	3,623,000	3,593,000	3,586,044
B Provincial land reports.....	(4)	200,000	240,000	239,018
C Travelling expenses.....	(4)	700	700	190
Freight, express and cartage.....	(5)	348,000	346,000	342,302
Postage.....	(6)	300	300	58
D Telephones and telegrams.....	(7)	42,500	42,500	42,346
Office stationery, supplies and equipment.....	(8)	51,500	53,500	51,787
Motor vehicles — Purchase and replacement.....	(11)	38,000	55,000	51,750
E Repairs and upkeep of motor vehicles.....	(16)	7,000	13,000	12,676
F Expenses of regional advisory committees and provincial advisory boards.....	(17)	3,000	3,000	2,905
Sundries.....	(22)	6,800	4,800	2,019
Refunds, Veterans' Land Act construction course fees.....	(22)	6,800	9,300	9,205
	(28)	100	100	25
		<u>\$ 4,327,700</u>	<u>\$ 4,361,200</u>	<u>\$ 4,340,325</u>

- A Legal fees of \$2,000 or over were paid to: J A Beechie London Ont \$10,684, J A Black Kingston Ont \$2,175, G Cameron Belleville Ont \$4,059, L C Clark Windsor Ont \$6,248, J Cowan Barrie Ont \$2,777, F M Fenton Oakville Ont \$4,709, R F Ferguson Sydney N S \$2,374, T J K Gillis Sydney N S \$3,406, J J Golden Harrow Ont \$3,185, W B Gordon Peterborough Ont \$2,399, K Y Hinton Dundas Ont \$2,569, D Kerr Chatham Ont \$2,619, E R Lovekin Newcastle Ont \$2,682, J D MacCallum St John N B \$4,981, G B MacDonald Summerside P E I \$3,469, G R Matheson Halifax \$2,065, D A McCullagh Cobourg Ont \$2,612, W K H McKay St Thomas Ont \$4,711, H G McKinnon Truro N S \$3,283, W Nicol Ottawa \$3,494, C O'Connell Sydney N S \$2,867, G Petrini Hamilton Ont \$2,307, K E W Roddam Pictou N S \$5,470, P Sims Kitchener Ont \$2,649, R C Stevenson Fredericton \$3,127, A M Zuker Brampton Ont \$2,674.
- B Under agreements with certain provinces, as authorized by individual orders in council, the Federal Government is furnished with annual reports on each veteran settled on provincial lands. These agreements provide for payment to the provinces concerned of \$10 per annual report.
- C Included cost of operation and minor repairs of departmental motor cars \$4,969; mileage costs on privately-owned motor cars \$223,544.
- D A distribution of expenditures follows: telephones \$51,059; telegrams \$728.
- E Expenditures represent the cost of major repairs to departmental motor cars. Minor repairs are charged to travelling expenses.
- F Expenditures consisted of remuneration to members \$675 and travelling and living expenses \$1,344. Members received per diem rates of \$15.

Upkeep of property, Veterans' Land Act, including engineering and other investigational planning expenses that do not add tangible value to real property; taxes, insurance and maintenance of public utilities

		Estimates	Allotments	Expenditures
Consulting engineers, surveyors, etc.....	(4)	1,000	1,000	125
Repairs to property.....	(14)	700	700	375
Maintenance of public utilities.....	(14)	44,200	15,700	13,383
Taxes.....	(19)	16,600	16,600	14,316
Sundries.....	(22)	200	200	114
		<u>\$ 62,700</u>	<u>\$ 34,200</u>	<u>\$ 28,313</u>

Provision was made in this appropriation for \$30,000 to be paid to the Municipality of South Hull for transfer of water system of Lakeview Terrace subdivision. Action was deferred by Municipality thus causing the variation between the appropriation and the total expenditures.

To authorize, subject to the approval of the Governor in Council, necessary remedial work on properties constructed under individual firm price contracts and sold under the Veterans' Land Act and to correct defects for which neither the veteran nor the contractor can be held financially responsible; and for such other work on other properties as may be required to protect the interest of the Director therein

		Estimates	Allotments	Expenditures
Payments.....	(14) \$	5,000		
Total Vote 40		<u>\$ 4,395,400</u>	<u>\$ 4,395,400</u>	<u>\$ 4,368,638</u>

Vote 45 Grants to veterans settled on provincial lands in accordance with agreements with provincial governments under section 38 of the Veterans' Land Act, grants to veterans settled on Dominion lands in accordance with an agreement with the Minister of Northern Affairs and National Resources under section 38 of the Veterans' Land Act and grants to Indian veterans settled on Indian reserve lands under section 39 of the Veterans' Land Act.....

145,000
\$ 130,323

Grants to veterans settled on provincial lands in accordance with agreements with provincial governments under section 38 of the Veterans' Land Act, and grants to veterans settled on Dominion lands in accordance with an agreement with the Minister of Northern Affairs and National Resources under section 38 of the Veterans' Land Act

	<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Grants.....	(28) \$ 115,000	\$ 115,000	\$ 111,065

A veteran who is settled on provincial or Dominion lands and who has not received assistance under other sections of the Act may receive a grant not exceeding \$2,320 subject to the agreements that have been made with the province in which such land is situated and subject to his complying with the terms of his agreement for ten consecutive years. Grants take the form of disbursements by the Director for permanent improvements to the properties, for the purchase of livestock, farm machinery and equipment or for commercial fishing equipment.

Grants to Indian veterans settled on Indian reserve lands under section 39 of the Veterans' Land Act

	<u>Estimates</u>	<u>Allotments</u>	<u>Expenditures</u>
Grants.....	(28) \$ 30,000	\$ 30,000	\$ 19,258

Under the above authority, an amount not exceeding \$2,320 may be granted by the Director, the Veterans' Land Act, to an Indian veteran who settles on Indian reserve lands, the said grant to be paid to the Minister of Northern Affairs and National Resources, who shall have the control and management thereof on behalf of the Indian veteran.

The above expenditures represent payments to the Indian Affairs Branch of the Department of Northern Affairs and National Resources.

Total Vote 45.....	\$ 145,000	\$ 145,000	\$ 130,323
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Refunds of amounts credited to revenue in previous years, Financial Administration Act, c. 116, R.S., as amended.....	(22)	\$ 646
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The above amount represented refunds under section 19 of the Act.

Reduction in Veterans' Land Act advances, Veterans' Land Act, c. 280, R.S., as amended.....	(28)	\$ 31,487
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The above charge represented the net amount of losses due to the resale prices of reverted properties being less than the outstanding debts on such properties. The offsetting credit was to Veterans' Land Act Fund — see under the schedule, Working Capital Advances, in volume I of this report. The loss to the federal government on the resale of reverted properties is partially offset by the consequent reduction of approximately \$9,355 in the re-establishment credits which would otherwise have been available to the veterans concerned.

Provision for reserve for conditional benefits, Veterans' Land Act c. 280, R.S., as amended.....	(28)	\$ 3,202,633
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Sales of land and chattels are made to veterans at less than the cost to the Director, conditional upon the terms of the agreement of sale being fulfilled for a period of ten years.

In each of the ten years, one-tenth of the amount of conditional benefits included in sales to veterans is charged hereto and credited to "Reserve for conditional benefits, Veterans' Land Act". As and when conditional benefits are earned, the amounts are charged thereto and credited to "Veterans' Land Act Fund" — see under the schedule, Working Capital Advances in volume I of this report.

GENERAL

Gratuities to families of deceased employees, Civil Service Act.....	(21)	\$ 1,406
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Returned soldiers insurance actuarial liability adjustment, Returned Soldiers Insurance Act, c. 54, 1920, as amended.....	(22)	\$ 373,851
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This amount represents an actuarial liability adjustment as at March 31, 1965 to the returned soldiers insurance fund — see under the schedule, Annuity, Insurance and Pension Accounts in volume I of this report.

Veterans insurance actuarial liability adjustment, Veterans Insurance Act, c. 279, R.S., as amended.....	(22)	\$ 717,135
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This amount represents an actuarial liability adjustment as at March 31, 1965 to the veterans insurance fund — see under the schedule, Annuity, Insurance and Pension Accounts, in volume I of this report.

Refunds of amounts credited to revenue in previous years, Financial Administration Act, c. 116, R.S., as amended.....	(22)	\$ 20
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The above amount represented refunds under section 19 of the Act.

Statement of Expenditures by Standard Objects

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
(1) Civil salaries and wages.....	61,028,000	60,584,229	56,780,003
(2) Civilian allowances.....	317,700	266,454	65,068
(4) Professional and special services.....	13,161,900	13,252,934	12,685,818
(5) Travelling and removal expenses.....	886,000	887,444	850,596
(6) Freight, express and cartage.....	66,300	62,831	57,701
(7) Postage.....	170,900	169,089	167,808
(8) Telephones, telegrams and other communication services....	397,900	390,816	390,023
(9) Publication of departmental reports and other material.....	18,500	13,503	16,122
(10) Exhibits, advertising, films, broadcasting and displays.....	39,500	19,168	23,037
(11) Office stationery, supplies, equipment and furnishings.....	472,000	563,246	480,977
(12) Materials and supplies.....	10,467,000	10,825,308	10,094,852
Buildings and works, including land —			
(13) Construction or acquisition.....	2,101,000	805,407	1,397,769
(14) Repairs and upkeep.....	1,095,400	977,509	1,036,809
Equipment—			
(16) Construction or acquisition.....	976,900	950,707	883,819
(17) Repairs and upkeep.....	340,000	338,943	304,801
(19) Municipal or public utility services.....	666,600	602,271	632,046
(20) Contributions, grants, subsidies, etc., not included elsewhere..	2,158,000	2,201,398	2,067,204
(21) Pensions, superannuation and other benefits.....	63,906	67,228	58,958
(22) All other expenditures (other than special categories) —			
Returned soldiers insurance and veterans insurance actuarial liability adjustment.....	1,090,986	1,090,986	1,021,678
Sundry.....	1,441,366	1,501,728	1,355,089
	2,532,352	2,592,714	2,376,767

	Estimates 1965-66	Expenditures 1965-66	Expenditures 1964-65
SPECIAL CATEGORIES			
(27) Veterans disability pensions, etc.....	185,753,000	185,532,099	180,300,376
(28) Other payments to veterans and dependents —			
War veterans allowances.....	101,902,000	99,901,624	92,845,721
Assistance fund (war veterans allowances).....	4,725,000	5,699,093	3,977,234
Treatment and related allowances.....	2,795,000	2,621,200	2,724,562
Veterans benefits.....	923,300	1,027,162	864,044
Re-establishment credits.....	216,974	216,974	291,147
Provision for reserve for conditional benefits — Veterans' Land Act.....	3,202,633	3,202,633	3,147,372
Sundry.....	543,880	525,208	561,056
	<u>114,308,787</u>	<u>113,193,894</u>	<u>104,411,136</u>
	397,021,645	394,297,192	375,081,690
(34) Less—Estimated savings and recoverable items.....	22,700,000	24,645,036	22,983,329
Total.....	<u>\$ 374,321,645</u>	<u>\$ 369,652,156</u>	<u>\$ 352,098,361</u>

**Estimated value of major services not included
in this department's appropriations**

	1965-66	1964-65
Accommodation — provided by the Department of Public Works.....	2,134,600	2,145,500
Accommodation — in this department's own buildings.....	6,949,600	6,948,500
Accounting and cheque issue services—Comptroller of the Treasury.....	3,449,000	3,351,100
Contributions to Superannuation Account — Department of Finance.....	3,408,500	3,215,600
Employee surgical-medical insurance premiums — Department of Finance.....	286,100	296,000
Employee compensation payments — Department of Labour.....	122,800	118,500
Carrying of franked mail — Post Office Department.....	74,700	76,000
	<u>\$ 16,425,300</u>	<u>\$ 16,151,200</u>

Payments of Damage Claims

Sundry claims, each under \$1,000 (7).....	<u>\$ 659</u>
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REVENUES

Comparative Summary

	1965-66	1964-65
Non-Tax Revenue —		
A Return on investments.....	9,102,558 03	8,344,776 03
B Privileges, licences and permits.....	30,411 54	41,985 46
C Proceeds from sales.....	35,071 79	38,022 22
D Refunds of previous years' expenditure.....	3,917,468 66	2,134,468 99
E Miscellaneous.....	155,370 29	127,111 81
Total.....	<u>\$ 13,240,880 31</u>	<u>\$ 10,686,364 51</u>

Details

Non-Tax Revenue —

A Return on investments:			
Profits resulting from the manufacture of Remembrance Day poppies.....	27,645		
Interest on:			
Soldier Settlement loans.....	132		
British Family Settlement.....	61		
Veterans' Land Act loans.....	4,800,589		
Veterans' Land Act housing account.....	5,354		
Veterans' Land Act fund.....	4,268,777		9,102,558
B Privileges, licences and permits:			
Rent of Veterans' Land Act properties.....	6,155		
Rates for water supplied by Veterans' Land Act public utilities.....	24,256		30,411
C Proceeds from sales:			
Profits on certain Veterans' Land Act sales:			
Projects and reverted properties.....	34,741		
Soldier Settlement reverted properties.....	331		35,072
D Refunds of previous years' expenditure:			
Refunds and recoveries in respect of:			
Pensions.....	860,081		
War veterans allowances.....	809,748		
Treatment and other allowances.....	14,353		
Veterans benefits.....	9,996		
Re-establishment credits from veterans to qualify them for Veterans' Land Act or for training benefits.....	1,210,553		
Repayment of student veterans' loans.....	8,860		
Departmental administration.....	835,621		
Miscellaneous (including Soldier Settlement and Veterans' Land Act, \$56,164),..	168,257		3,917,469
E Miscellaneous:			
Interest on student veterans' loans.....	2,603		
Receipts of compensation moneys received under the provisions of section 22 of the Pension Act.....	22,498		
Scrap material sold.....	89,130		
Miscellaneous (including Soldier Settlement and Veterans' Land Act \$30,294).....	41,139		155,370
Total.....			\$ 13,240,880

Certified correct.

PAUL PELLETIER,
Deputy Minister of Veterans Affairs

Comparative Statement of Accounts Receivable
at March 31st

	1966	1965
DEPARTMENT OF VETERANS AFFAIRS		
Current year —		
Collectible.....	4,322,565	3,650,880
Uncollectible.....	4,105	133,431
Previous years —		
Collectible.....	2,228,410	2,037,715
Uncollectible.....	297,071	369,096
	6,852,151	6,191,122

SOLDIER SETTLEMENT AND VETERANS LAND ACT

Current year	352	98
Previous years —		
Collectible	1,023	1,088
	<u>1,375</u>	<u>1,186</u>
	<u>\$ 6,853,526</u>	<u>\$ 6,192,308</u>

The following items in excess of \$1,000 representing overpayments of war veterans allowances were transferred to Uncollectible in the current year:

E C Bacon \$1,438, A Casgrain \$2,020, G A Clark \$1,093, C Gilroy \$5,182, M Fenwick \$1,180, H Irvine \$1,563, R A Keltner \$1,261, J A Kingsland \$1,160, A E R Mason \$1,100, V Maud \$1,698, I McCormack \$2,403, G O'Brien \$2,116, L Robillard \$1,169, E Samson \$1,036, A N Tattersall \$1,100, B O Taylor \$1,480, M Watt \$1,526, G E Zavitz \$4,977.

During the year 516 items amounting to \$138,082 were deleted under authority of section 23 of the Financial Administration Act, c. 116, R.S., as amended and 54 items amounting to \$111,085 were deleted under authority of the Department of Finance Vote 16e.

Appendix 1

WORKING CAPITAL ADVANCE — MANUFACTURE OF REMEMBRANCE DAY POPPIES

Statement of Operation for the year ended March 31, 1966

Sales.....			356,150
Cost of goods sold			
Inventory March 31, 1965.....		187,425	
Purchases.....		92,294	
		<hr/>	
		279,719	
Expenses			
Salaries.....	161,501		
Miscellaneous services.....	6,836		
	<hr/>		
		168,337	
		<hr/>	
		448,056	
Less: Inventory March 31, 1966.....		177,062	
		<hr/>	
			270,994
			<hr/>
			85,156
Less: General administrative expenses.....		38,966	
Freight, express and cartage on sales.....		18,545	
		<hr/>	
			57,511
			<hr/>
Net profit transferred to Non-Tax Revenue—Return on investments.....			\$ 27,645
			<hr/>
			<hr/>

VETCRAFT

(All Shops)

BALANCE SHEET
AS AT MARCH 31, 1966

ASSETS		LIABILITIES	
Inventories of raw materials, work in process and finished goods.....	\$ 177,062	Working Capital Advances	
	<hr/>	Investment in inventories.....	\$ 177,062
	177,062		<hr/>
	<hr/>		177,062
			<hr/>
			<hr/>

VETCRAFT—Concluded

COMPARATIVE STATEMENT (All Shops) EXHIBIT "A"

Comparative Statement of Profit and Loss for Fiscal Years 1965-66 and 1964-65

	1965-66	1964-65
Sales		
Net sales.....	\$ 337,606	\$ 330,881
Cost of Sales		
Inventory of finished goods—April 1st.....	\$ 105,834	\$ 101,784
Add: Cost of goods manufactured—Exhibit "B".....	302,660	291,228
	408,494	393,012
Deduct: Inventory of finished goods—March 31st....	108,287	105,834
	300,207	287,178
Gross Profit on Sales.....	37,399	43,703
Administrative Expenses		
Salaries—Head Office.....	3,733	3,548
Salaries—District administration.....	3,263	3,052
Sundry.....	2,758	581
	9,754	7,181
Net Operating Profit (loss) for the year	27,645	36,522

FOOTNOTE—No provision has been made in this statement for interest on working capital. Monthly average investment for manufacture of Remembrance Day poppies and wreaths in 1965-66 was \$279,416.

EXHIBIT "B"

Comparative Statement of Cost of Goods Manufactured for Fiscal Years 1965-66 and 1964-65

	1965-66	1964-65
Raw Materials put into Process		
Inventory—April 1st.....	\$ 59,990	\$ 55,432
Add: Purchases.....	92,294	110,884
	152,284	166,316
Deduct Inventory—March 31st.....	52,728	59,990
	\$ 99,556	\$ 106,326
Direct Labour		
Hourly workers.....	115,929	104,743
Home workers.....	11,807	14,653
	127,736	119,396
Manufacturing Expenses		
Indirect labour.....	26,769	26,038
Rentals.....	36,208	40,211
Equipment purchased.....	3,168	45
Miscellaneous services.....	3,596	3,589
Freight, express and cartage (in).....	72	157
	69,813	70,040
Total Production Charges.....	297,105	295,762
Add: Goods in process—April 1st.....	21,600	17,066
	318,705	312,828
Deduct: Goods in process—March 31st.....	16,045	21,600
Cost of Goods Manufactured—Exhibit "A".....	302,660	291,228

Appendix 2

WAR VETERANS ALLOWANCES AND CIVILIAN ALLOWANCES
TABLE OF ALLOWANCES FOR THE YEAR ENDED MARCH 31, 1966

SCHEDULE A

I		II	III
Class of Recipient		Monthly Rate	Maximum total annual income (including allowance)
1.	(a) Unmarried veteran without child or not residing with child.....	\$ 94	\$ 1,596
	(b) Widow without child or not residing with child.....		
	(c) Widower without child or not residing with child.....		
	(d) Married veteran not residing with spouse, and without child or not residing with child.....		
	(e) A person described in paragraph (a), (b), (c) or (d) who is blind within the meaning of the Blind Persons Act.....		
2.	Married veteran residing with spouse.....	94 161	1,716 2,664 total for veteran and spouse
3.	(a) Unmarried veteran residing with child.....	161	2,664
	(b) Widow residing with child.....		
	(c) Widower residing with child.....		
	(d) Married veteran not residing with spouse and residing with child.....		
	(e) A person described in paragraph (a), (b), (c) or (d) who is blind within the meaning of the Blind Persons Act.....		
4.	(a) Married veteran residing with spouse who is blind within the meaning of the Blind Persons Act.....	161	2,784 total for veteran and spouse
	(b) Married veteran who is blind within the meaning of the Blind Persons Act and residing with spouse.....		
5.	One orphan.....	60	1,008
6.	Two orphans of one veteran.....	105 total for the two orphans	1,608 total for the two orphans
7.	Three or more orphans of one veteran.....	141 total for the three or more orphans	2,016 total for the three or more orphans

SCHEDULE B*

I		II	III
Class of Recipient		Monthly Rate	Maximum total monthly income (including allowance)
1.	(a) Unmarried veteran without child or not residing with child.....	\$ 94	\$133
	(b) Widow without child or not residing with child.....		
	(c) Widower without child or not residing with child.....		
	(d) Married veteran not residing with spouse, and without child or not residing with child.....		
	(e) A person described in paragraph (a), (b), (c), or (d) who is blind within the meaning of the Blind Persons Act.....		
2.	Married veteran residing with spouse.....	94 161	143 222 total for veteran and spouse
3.	(a) Unmarried veteran residing with child.....	161	222
	(b) Widow residing with child.....		
	(c) Widower residing with child.....		
	(d) Married veteran not residing with spouse and residing with child.....		
	(e) A person described in paragraph (a), (b), (c) or (d) who is blind within the meaning of the Blind Persons Act.....		
4.	(a) Married veteran residing with spouse who is blind within the meaning of the Blind Persons Act.....	161	232 total for veteran and spouse
	(b) Married veteran who is blind within the meaning of the Blind Persons Act and residing with spouse.....		

*Schedule B of the War Veterans Allowance Act was repealed as of June 30, 1965.

Appendix 3

PENSIONS FOR DISABILITIES AND DEATH
SCALE OF PENSIONS AS AT MARCH 31, 1966

SCHEDULE A

SCALE OF PENSIONS FOR DISABILITIES
PERCENTAGE OF DISABILITY—CLASS AND ANNUAL RATE OF PENSION

Class Range Percentage	1	2	3	4	5
	98-99	93-97	88-92	83-87	78-82
	100	95	90	85	80
	\$ cts.	\$ cts.	\$ cts.	\$ cts.	\$ cts.
RANK OR RATING OF MEMBER OF FORCES					
Captain (Naval), Colonel (Army), Group Captain (Air), and all ranks and ratings below.....	2,400 00	2,280 00	2,160 00	2,040 00	1,920 00
Commodore and higher ranks (Naval), Brigadier, Brigadier-General and higher ranks (Army), Air Commodore and higher ranks (Air).....	2,700 00	2,565 00	2,430 00	2,295 00	2,160 00
Above ranks—Additional pension for married members of the forces.....	768 00	729 60	691 20	652 80	614 40
Additional pension for children for above ranks—					
One child.....	360 00	342 00	324 00	306 00	288 00
Two children.....	624 00	592 80	561 60	530 40	499 20
Each additional child an additional.....	216 00	205 20	194 40	183 60	172 80
Class Range Percentage	6	7	8	9	10
	73-77	68-72	63-67	58-62	53-57
	75	70	65	60	55
	\$ cts.	\$ cts.	\$ cts.	\$ cts.	\$ cts.
RANK OR RATING OF MEMBER OF FORCES					
Captain (Naval), Colonel (Army), Group Captain (Air), and all ranks and ratings below.....	1,800 00	1,680 00	1,560 00	1,440 00	1,320 00
Commodore and higher ranks (Naval), Brigadier, Brigadier-General and higher ranks (Army), Air Commodore and higher ranks (Air).....	2,025 00	1,890 00	1,755 00	1,620 00	1,485 00
Above ranks—Additional pension for married members of the forces.....	576 00	537 60	499 20	460 80	422 40
Additional pension for children for above ranks—					
One child.....	270 00	252 00	234 00	216 00	198 00
Two children.....	468 00	436 80	405 60	374 40	343 20
Each additional child an additional.....	162 00	151 20	140 40	129 60	118 80
Class Range Percentage	11	12	13	14	15
	48-52	43-47	38-42	33-37	28-32
	50	45	40	35	30
	\$ cts.	\$ cts.	\$ cts.	\$ cts.	\$ cts.
RANK OR RATING OF MEMBER OF FORCES					
Captain (Naval), Colonel (Army), Group Captain (Air), and all ranks and ratings below.....	1,200 00	1,080 00	960 00	840 00	720 00
Commodore and higher ranks (Naval), Brigadier, Brigadier-General and higher ranks (Army), Air Commodore and higher ranks (Air).....	1,350 00	1,215 00	1,080 00	945 00	810 00
Above ranks—Additional pension for married members of the forces.....	384 00	345 60	307 20	268 80	230 40
Additional pension for children for above ranks—					
One child.....	180 00	162 00	144 00	126 00	108 00
Two children.....	312 00	280 80	249 60	218 40	187 20
Each additional child an additional.....	108 00	97 20	86 40	75 60	64 80

SCHEDULE A—Concluded

Class Range Percentage	16	17	18	19	20
	23-27	18-22	13-17	8-12	5-7
	25	20	15	10	5
	\$ cts.	\$ cts.	\$ cts.	\$ cts.	\$ cts.
RANK OR RATING OF MEMBER OF FORCES					
Captain (Naval), Colonel (Army), Group Captain (Air), and all ranks and ratings below.....	600 00	480 00	360 00	240 00	120 00
Commodore and higher ranks (Naval), Brigadier, Brigadier-General and higher ranks (Army), Air Commodore and higher ranks (Air).....	675 00	540 00	405 00	270 00	135 00
Above ranks—Additional pension for married members of the forces.....	192 00	153 60	115 20	76 80	38 40
Additional pension for children for above ranks—					
One child.....	90 00	72 00	54 00	36 00	18 00
Two children.....	156 00	124 80	93 60	62 40	31 20
Each additional child an additional.....	54 00	43 20	32 40	21 60	10 80

Class 21—Disabilities below 5 per cent—All ranks—A final payment not exceeding \$264.

SCHEDULE B

SCALE OF PENSIONS FOR DEATH

Rank or Rating of Member of Forces	Rate per annum			
	Widow	Dependent parent	Child or dependent brother or sister	Orphan child or orphan brother or sister
	\$ cts.	\$ cts.	\$ cts.	\$ cts.
Commander (Naval), Lieutenant-Colonel (Army), Wing Commander (Air), and all ranks and ratings below.....	1,824 00	1,428 00*		
Captain (Naval), Colonel (Army), Group Captain (Air).....	1,824 00	1,512 00*		
Commodore and higher ranks (Naval), Brigadier, Brigadier-General and higher ranks (Army), Air Commodore and higher ranks (Air).....	2,160 00	2,160 00*		
Pension for children or dependent brothers or sisters for above ranks—				
One child.....			360 00*	720 00*
Two children.....			624 00*	1,248 00*
Each additional child an additional.....			216 00*	432 00*

*Pensions awarded to parents or brothers and sisters may be less than these amounts in accordance with the provisions of this Act.

Appendix 4

VETERANS' LAND ACT FUND

Transactions during the fiscal year ended March 31, 1966

	<u>Dr.</u>	<u>Cr.</u>
Balance, March 31, 1965 V.L.A. Advances.....	255,661,337	
Balance, March 31, 1965 V.L.A. Housing.....	746,462	
Repayment of principal.....		22,530,008
Legislative reduction (Stat.) in sale prices.....		31,487
Credit represented by previous years' cheques cancelled in the current year.....		9,123
Conditional benefits earned.....		4,891,282
Land, including permanent improvements, purchased in current fiscal year and sold to veterans and civilians.....	45,108,663	
Stock and equipment purchased in current fiscal year and sold to veterans.....	2,155,768	
Properties purchased for future settlement, including general construction.....	159,013	
Refunds of surplus to veterans (Stat. Sec. 21).....	2,472,638*	
Balance March 31, 1966.....		278,841,981
	<u>\$306,303,881</u>	<u>\$306,303,881</u>

Veterans' Land Act advances and Veterans' Land Act housing account incorporated into the Veterans' Land Act fund in accordance with chap. 19, Statutes of 1965.

*The Veterans' Land Act, c. 280, R.S., as amended, provides for the refunds to veterans of surpluses resulting from sales of properties over the amount owing under the contracts with the Director, Veterans' Land Act. Such surplus refunds represent amounts that have or will be included in the above credit item "Repayment of principal".

Appendix 5

BRITISH FAMILY SETTLEMENT

Transactions during the fiscal year ended March 31, 1966

	<u>Dr.</u>	<u>Cr.</u>
Balance, March 31, 1965.....	1,542	
Repayment of principal.....		463
Balance, March 31, 1966.....		1,079
	<u>\$ 1,542</u>	<u>\$ 1,542</u>

Appendix 6

SOLDIER LAND SETTLEMENT LOANS

Transactions during the fiscal year ended March 31, 1966

	<u>Dr.</u>	<u>Cr.</u>
Balance, March 31, 1965.....	7,798	
Repayment of principal.....		1,232
Disbursements for refunds of surplus to soldier settlers (Stat. Sec. 22 of the Act).....	331	
Balance, March 31, 1966.....		6,897
	<u>\$ 8,129</u>	<u>\$ 8,129</u>

1965-66

PUBLIC ACCOUNTS

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STATEMENTS AS REQUIRED BY THE
FINANCIAL ADMINISTRATION ACT

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STATEMENTS AS REQUIRED BY THE FINANCIAL ADMINISTRATION ACT

c. 116, R.S., as amended

SECTION 22 (8)

Each remission of a tax, fee or penalty of \$1,000 or more
granted by the Governor in Council

DEPARTMENT OF NATIONAL REVENUE—CUSTOMS AND EXCISE

Remissions of customs and excise duties and taxes (exclusive of those for the benefit of non-profit institutions, government departments and Crown corporations) where the total remitted was \$1,000 or over:

Customs duty and excise taxes ordinarily payable on goods purchased in or imported into Canada by the Government of the United States, or its authorized agent acting on behalf of the Government, to be used in connection with United States Government projects, joint Canada—United States projects, or United States Government establishments in Canada.

Abbey Electronics Ltd Toronto.....	1,695
Ahearn and Soper Ltd Toronto.....	2,945
Canadair Ltd Montreal.....	56,420
Canadian General Electric Co Ltd Toronto.....	135,083
Canadian Marconi Co Montreal.....	19,290
de Havilland Aircraft of Canada Ltd Toronto.....	3,475
Drilco Oil Tool Inc Edmonton.....	1,890
Edo (Canada) Ltd Cornwall Ont.....	8,799
Lenkurt Electric Co of Canada Ltd Burnaby B C.....	5,046
Northern Electric Co Ltd Montreal.....	4,358
Raytheon Canada Ltd Waterloo Ont.....	44,319
RCA Victor Ltd Montreal.....	28,478
Varian Association of Canada Ltd Georgetown Ont.....	1,928
Western Bridge Division Canada Foundries Ltd Vancouver.....	1,952

315,678

Remission of taxes imposed under the Excise Tax Act in cases where, on the basis of expert opinion, it is considered that litigation would not be expedient.

Albo Chesterfield Cie Ltee Montreal.....	1,258
Atelier Brisson Fourrures Montreal.....	3,961
Atkins and Son The Pas Man.....	1,636
B C Fruit Shippers Ltd Vernon B C.....	2,406
Balais Bourassa Enrg St Stanislaus Que.....	5,883
Breuvages Royal Enrg Grand'Mere Que.....	5,240
Caloil Inc Montreal.....	9,765
Canada Skate Mfg Ltd and Western Shoe Co Ltd Kitchener Ont.....	29,030
Car Protectors Inc Montreal.....	1,477
Custom Craft Marine Canada Ltd Rockland Ont.....	2,607
Davidson Foundry (Estate of W Davidson) Ottawa.....	1,351
Delhi Foundry and Farm Machinery Ltd Delhi Ont.....	1,957
Ebena Lasalle Inc Montreal.....	7,771
Ebenisterie Boulevard Inc Montreal.....	2,344
Ebenisterie Leclerc Inc Three Rivers Que.....	2,823
Fercraft Marine Inc Laprairie Que.....	1,706
Foley Potteries Ltd Hamilton Ont.....	2,141
Foster and North Ltd Kingston Ont.....	6,261
Foster Pottery Co Ltd Hamilton Ont.....	8,261
Gagnon Joseph & Fils Inc St Jean Port Joli Que.....	1,122
Gohier Jules Enrg Chomedey Que.....	2,522
Gross Woollens Ltd Montreal.....	13,595
Hamlet and Garneau Ltd Montreal.....	2,996

Hinton Claude Montreal.....	3,103
Houle Marcel Enrg Chomedey Que.....	6,383
Industrial Tractors & Supply Inc Pont Viau Que.....	3,544
Johnston Bedding Ltd Montreal.....	1,693
K V P Co Ltd and Appleford Paper Products Ltd Hamilton Ont.....	6,247
Kitchener Electric Shop Kitchener Ont.....	2,067
Lantz Woodworkers Port Williams N S.....	1,271
Laurentian Tire Service St Jerome Que.....	1,110
M & J Enterprises Inc Montreal.....	1,974
Magicure Mfg Ltd Simcoe Ont.....	2,983
Magic Line Chesterfield Ltd Montreal.....	4,819
Mark Hot Inc Montreal.....	7,540
Matelas Supreme Mattress Inc St Narcisse Que.....	5,841
Mayer's Custom Woodworking Co Toronto.....	17,502
McCormack-Smyth Ltd Port Credit Ont.....	8,995
McLean & Fitzpatrick Ltd Kelowna B C.....	9,073
Mercury Industries Reg'd Montreal.....	3,408
Mineault Theo Mfg Angers Que.....	10,066
Montreal Forged Products Ltd Montreal.....	3,195
Nepeo Ltd Montreal.....	15,720
Parker Pen Co Ltd Don Mills Ont.....	10,690
Paulyn Manufacturing Ltd Toronto.....	1,084
Pettigrew Sav-Oil Burners Ltd Otterville Ont.....	29,900
Phantom Industries Ltd Hamilton Ont.....	22,087
Silver Ridge Sawmills Ltd Cranbrook B C.....	1,640
South Shore Industries Ltd Ste Croix Que.....	2,470
Stewart Machine Works Ltd Noranda Que.....	8,586
Tobac Curing Systems Ltd Simcoe Ont.....	11,476
Triangle Electronics Co Ltd Montreal North.....	21,224
Turbo Gas Equipment Ltd Delhi Ont.....	13,118
Turgel Fur Co (Canada) Montreal.....	2,672
Ville La Salle Welding Ville La Salle Que.....	3,138
Woodland Products Newcastle Ont.....	1,854

364,586

Remission of duties and taxes on goods which are not the goods ordered and which by reason of special circumstances had not been delivered into customs custody for export or destruction within 12 months of entry.

B W H Service Parts Ltd Thorold Ont.....	9,804
Canadian Folding Cartons Ltd Toronto.....	2,833
Chrysler Corporation of Canada Ltd Windsor Ont.....	4,287
Crothers Ltd Toronto.....	4,683
Northern Electric Co Ltd Montreal.....	2,675
Vancouver Equipment Corporation Ltd Vancouver.....	47,817
Wabasso Cotton Co Ltd Montreal.....	2,688

74,787

Remission of duties and taxes in respect of invoicing errors and shortshipments which by reason of special circumstances were not reported within the prescribed thirty day period as provided in section III of the Customs Act.

Air Canada Dorval Que (4).....	21,718
Automatic Electric Sales (Canada) Ltd Vancouver.....	3,045
Barber Die Casting Co Ltd Hamilton Ont.....	1,226
Canadian Automotive Trim Co Ajax Ont (3).....	2,656
Continental Can Co of Canada Ltd Toronto (2).....	1,886
Dominion Steel and Coal Corporation Ltd Montreal.....	1,472
Ford Motor Co of Canada Ltd Oakville Ont.....	6,512
Hygrade Containers Ltd Montreal.....	1,916
I T T Canada Ltd Montreal.....	4,273
Imperial Tobacco Co of Canada Ltd Montreal.....	1,354
Itoh and Co Ltd Montreal.....	1,795
Lenkurt Electric Co of Canada Ltd North Burnaby B C.....	3,062
National Cash Register Co of Canada Ltd Toronto.....	2,263

Northern Electric Co Ltd Montreal (5).....	12,194
Peugeot Canada Ltd Montreal.....	1,232
Pfizer Co Ltd Montreal (2).....	12,542
Slant/Fin Ltd Malton Ont.....	1,026
Sunbeam Corporation (Canada) Ltd.....	5,473
	85,645

Remission of duties and taxes on the value of Canadian materials exported for processing abroad when it is established that the processing cannot be performed in Canada.

Blackwood Hodge Equipment Ltd Weston Ont.....	2,640
Diamond T Trucks Eastern Canada Ltd Toronto.....	2,662
Finning Tractor (1959) Ltd Vancouver.....	10,661
Ford Motor Co of Canada Ltd Oakville Ont.....	55,566
Fruehauf Trailer Co of Canada Ltd Toronto.....	1,152
General Motors of Canada Ltd Oshawa Ont.....	9,026
Mack Trucks Mfg Co Montreal.....	51,969
Sicard Inc Montreal.....	3,648
Studebaker of Canada Ltd Hamilton Ont.....	8,360
Volkswagen Canada Ltd Toronto.....	204,533
White Motor Co of Canada Ltd Montreal.....	36,395
	386,612

Remission in lieu of drawback of 99% duties and taxes paid on imported petroleum products supplied as ships' stores.

British American Oil Co Ltd Toronto and Vancouver.....	3,194
E & M Trading Co Sydney N S.....	1,856
Imperial Oil Ltd Toronto.....	240,244
St Catharines Fuel Oils Ltd St Catharines Ont.....	3,115
Shell Canada Ltd Toronto.....	13,040
	261,449

Excise duty on beer or spirits lost due to defect in storage facilities or in transportation equipment.

Alberta Distillers Ltd Calgary Alta.....	6,258
Carling Breweries (B C) Ltd Vancouver (3).....	2,215
Distillers Corporation Ltd La Salle Que (2).....	15,428
Dow Brewery Ltd Montreal and Quebec (3).....	1,216
Dow Brewery Ltd (Ontario) Ltd Toronto (2).....	1,791
Dow Brewery (Western) Ltd Calgary Alta.....	1,235
Molson's Brewery (Ontario) Ltd Toronto (3).....	5,573
Molson's Brewery (Quebec) Ltd Montreal (4).....	2,935
Quebec Liquor Board Montreal and Quebec (2).....	6,991
Walker Hiram & Sons Ltd Walkerville Ont.....	5,396
	49,038

Remission of sales tax payable on sales of oleomargarine in Newfoundland.

Canada Packers Ltd Toronto (4).....	52,912
Monarch Fine Foods Ltd Toronto (4).....	28,878
Newfoundland Margarine Co Ltd St John's (4).....	323,549
Standard Brands Ltd Montreal (4).....	1,659
Swift Canadian Co Ltd Toronto (4).....	4,806
	411,804

Remissions on importation of non-duty paid locomotives used temporarily in Canada by railway companies.

Canadian National Railways (2).....	2,290,701
Canadian Pacific Railway (2).....	3,082,858
	5,373,559

Remission on importations of non-duty paid locomotives and miscellaneous railway equipment used temporarily in Canada by railway companies.

Canadian National Railways.....	2,048,368
Canadian Pacific Railway.....	698,875
Chesapeake & Ohio Railway.....	86,954
Great Northern Railway.....	218,621
Napierville Junction Railway.....	22,483
New York Central Railway.....	16,476
	3,091,777

Remissions of customs duty on automatic transmissions, torque converters, oil coolers, combinations and parts of the foregoing, engine blocks, and stripped engines, the value for duty purposes being not greater than the amount by which the Canadian content value of motor vehicle parts exported by the manufacturer during the period November 1, 1962 to October 31, 1963, exceeded the Canadian content value of motor vehicle parts exported by the manufacturer during the period November 1, 1961 to October 31, 1962.

American Motors (Canada) Ltd Brampton Ont.....	1,154
Chrysler Corporation of Canada Limited Windsor Ont.....	166,961
International Harvester Co of Canada Ltd Hamilton Ont.....	20,378
	188,493

Remissions in respect of motor vehicles and motor vehicle parts for use as original equipment for motor vehicles under specific conditions.

Ford Motor Co of Canada Ltd Windsor Ont.....	2,217,998
General Motors of Canada Ltd Oshawa Ont.....	4,258,199
International Harvester Co of Canada Ltd Hamilton Ont.....	26,606
Jiger Corp Ltd Rexdale Ont.....	6,514
Kaiser Jeep of Canada Ltd Windsor Ont.....	10,278
Motor Coach Industries Ltd Winnipeg.....	20,241
Studebaker of Canada Ltd Hamilton Ont.....	798,649
Volvo (Canada) Ltd Dartmouth N S.....	143,869
	7,482,354

Remission of customs duty and sales tax in respect of certain motor vehicles, and in respect of parts and accessories and parts thereof for such vehicles.

Canadair Ltd Montreal.....	43,927
Cockshutt Farm Equipment of Canada Ltd Brantford Ont.....	28,673
General Investment Corporation of Quebec St Bruno Que.....	260,124
Mack Trucks Manufacturing Co of Canada Ltd Montreal.....	296,706
Welles Corporation Limited Windsor Ont.....	4,376
	633,806

Customs duties and excise taxes payable on articles imported in excess of a pro-rated amount assessed for each month such imported articles remain in Canada.

A A E Aerospace Ltd.....	1,878
A B Chance Co of Canada Ltd.....	1,864
A J Sales Ltd.....	10,641
Accurate Mould Co Ltd.....	3,269
Acme Farmers Ltd.....	1,412
Acmetrack Ltd.....	1,174
Aeromotive Engineering Products Ltd.....	1,106
Air Canada.....	6,138
Air King Ltd.....	7,790
Air Reduction Canada Ltd.....	2,161
Albany Felt Co of Canada Ltd.....	1,340
Allan Crawford Associates.....	9,306
Allied Chemicals Canada Ltd.....	7,092
Allied Crane Services.....	30,642
Alpine Helicopter Co.....	7,370
American Optical Co.....	2,086

Ametek Inc.	11,974
Anso of Canada Ltd.	1,314
Argus Camera Ltd.	1,797
Arnoldware Rodgers (Canada) Ltd.	62,289
Arco Playing Card Co (Canada) Ltd.	4,459
Arrow Hart & Hegeman Canada Ltd.	40,302
Arrow Plastics Ltd.	1,540
Ashton Press Mfg Co Ltd.	1,376
Associated Helicopters.	4,322
Atlas-Winston Janin.	2,275
Aurora Plastics of Canada Ltd.	363,551
Autocrown Corp Ltd.	17,271
Automatic Electric Sales (Canada) Ltd.	3,232
Automotive Service and Sales Inc.	1,693
B C Television Broadcasting System.	2,321
B R H Associates Limited.	1,277
Bach-Simpson Limited.	5,544
Barber Die Casting Co Ltd.	58,018
Bathurst Containers.	3,677
Baton Broadcasting Ltd.	1,629
Bausch and Lomb Optical Co Ltd.	1,289
Baxter L E Ltd.	1,368
Bay Concrete Products Ltd.	28,993
Beacon Plastics Ltd.	11,093
Belding Engineering Ltd.	5,118
Bell Telephone Co of Canada.	5,985
Bellows-Valvair Ltd.	1,984
Beloit Sorel Corporation.	1,077
Bendix-Eclipse of Canada Ltd.	1,023
Beneke Industries Ltd.	12,454
Bennett Limited.	3,365
Bertram Machine & Tool Co Ltd.	5,167
Bingham Pump Co Ltd.	28,832
Black-Clawson-Kennedy Ltd.	2,532
Blackstone Industrial Products Ltd.	122,648
Blaines Plastics Co Ltd.	4,390
Bow Plastics Ltd.	16,975
British Motor Corporation of Canada Ltd.	1,702
Brown Boveri Canada Ltd.	2,612
Bullock Wings & Rotor Ltd.	21,424
Burgess-Manning Co.	7,236
Burnett & Co Ltd Leo.	3,674
Burroughs Business Machines Ltd.	2,003
Bushnell Television Co Ltd.	11,303
Byron Jackson of Canada Ltd.	7,302
C A E Sumner Ltd.	1,637
C F C F Television Ltd.	2,141
C T S of Canada Ltd.	6,600
Caldwell A/V Equipment Ltd.	1,077
Government of Canada—	
Department of National Defence.	5,859
Department of Public Works.	111,707
Canada Illinois Tools Ltd.	8,852
Canada Iron Foundries.	92,779
Canada Machinery Corporation Ltd.	1,290
Canadair Limited.	22,390
Canadian Admiral Corporation.	4,695
Canadian Allis-Chalmers Ltd.	6,838
Canadian Asea Electric Ltd.	11,884
Canadian Aviation Electronics Ltd.	22,537
Canadian Bank Note Co Ltd.	10,911
Canadian British Aluminum Co Ltd.	2,292
Canadian Broadcasting Corporation.	21,511
Canadian Carborundum Co Ltd.	10,378
Canadian Coleman Co Ltd.	11,599
Canadian Duff-Norton Co Ltd.	12,717

Canadian Engineering & Tool Co.....	13,598
Canadian General Electric Co Ltd.....	255,433
Canadian Hanson & Van Winkle Co Ltd.....	2,748
Canadian Infra-Red Co Ltd.....	4,603
Canadian Ingersoll-Rand Co Ltd.....	23,680
Canadian Johns-Manville Co Ltd.....	1,540
Canadian Keyes Fibre Co Ltd.....	7,661
Canadian Kodak Sales Ltd.....	9,421
Canadian Machinery Movers Ltd.....	23,665
Canadian Marietta of Ontario Ltd.....	1,308
Canadian Pacific Railway Co.....	8,675
Canadian Sportsman Show.....	1,769
Canadian Thermos Products Ltd.....	70,239
Canadian Trailer Eng Mfg Co Ltd.....	9,714
Canadian Vickers Ltd.....	3,155
Canadian Westinghouse Co Ltd.....	35,001
Carrier Air Conditioning Canada Ltd.....	2,668
Carzol Plastics Corporation.....	54,887
Cataphote Corporation.....	5,187
Caterpillar Tractor of Canada Ltd.....	3,864
Cegelec Canada Ltd.....	1,967
Center Tool & Mold Co.....	7,041
Central Ontario Television Ltd.....	4,231
Central Toy Mfg Co.....	23,410
Centralab Canada Ltd.....	6,397
Checo-Development Co.....	2,665
Chemical Processing of Ohio Ltd.....	1,248
Chesebrough-Pond's (Canada) Ltd.....	1,881
Chicago Metallic Western Hemisphere Ltd.....	23,038
Chrysler Corporation of Canada Ltd.....	219,626
Chrysler Canada Outboard Ltd.....	1,048
Cockshutt Farm Equipment of Canada Ltd.....	4,257
Cole Steel International Ltd.....	38,349
Collins Radio Co of Canada Ltd.....	6,015
Colonial Tool Co Ltd.....	1,235
Columbia Plastics Ltd.....	114,547
Computing Devices of Canada Ltd.....	1,992
Concrete Pipe Ltd.....	4,131
Consolidated Electrodynamics Corporation.....	25,975
Construction Equipment Co.....	2,243
Consumers Glass Co Ltd.....	1,498
Continental Can Co of Canada Ltd.....	1,649
Contran Distributors Ltd.....	10,465
Control Data Corporation.....	37,735
Cooper-Bessemer of Canada Ltd.....	18,053
Cope A and Sons Ltd.....	2,019
Crest Theatres Foundation.....	1,008
Crommett G C Inc.....	1,823
Crouse-Hinds Co of Canada Ltd.....	6,000
Crown Zellerbach Canada Ltd.....	7,791
Cunningham Lymp Ltd.....	1,219
Cyanamid of Canada Ltd.....	7,762
Daal Specialties.....	1,521
Daisy Manufacturing Co of Canada Ltd.....	27,426
Danby Corporation.....	10,262
Davidson Rubber of Canada Ltd.....	31,660
Davis A E Sales Ltd.....	7,728
Deeks-McBride Ltd.....	1,770
de Havilland Aircraft of Canada Ltd.....	6,123
De Laval Co Ltd.....	1,455
De Laval Turbine Canada Ltd.....	7,675
Delman Mfg Co Ltd.....	4,594
Deluxe Reading Canada Ltd.....	103,383
Dent & Vallis (Canada) Ltd.....	59,056
Dillon Chemical Co.....	3,357
Directors Group Motion Pictures Ltd.....	27,807

Diwalt Industries Ltd.....	1,708
Dominion Accessories & Supplies.....	1,982
Dominion Auto Accessories Ltd.....	2,585
Dominion Comb & Novelty Co Ltd.....	8,192
Dominion Forge Co.....	86,817
Dominion Foundries and Steel Ltd.....	16,746
Dominion Glass Co Ltd.....	1,469
Dominion Oilcloth & Linoleum Co Ltd.....	1,321
Dominion Rubber Co Ltd.....	17,782
Dominion Textile Co Ltd.....	3,729
Donn Products Inc.....	45,781
Do-Ray Lamp Co of Canada Ltd.....	8,182
Dorr-Oliver Long.....	6,084
Dow Chemical of Canada Ltd.....	1,584
Dunlop of Canada Ltd.....	15,438
DuPont of Canada Ltd.....	21,421
E M I-Cossor Electronics.....	4,419
Eagle Toys Ltd.....	23,980
Eastern Airlines Inc.....	6,036
Eastern Telephone and Telegraph Co Ltd.....	2,769
Eaton T Co Ltd.....	18,281
Eehlin-United of Canada Ltd.....	6,977
Eddy E B Co.....	10,214
Eddy Match Co.....	2,586
Ed-Mar Holdings Ltd.....	1,428
Edo (Canada) Ltd.....	1,610
Edwards of Canada Ltd.....	11,950
Eeko Parts Co Ltd.....	2,282
Ekco Products (Canada) Ltd.....	59,173
Eldon Industries of Canada Ltd.....	78,232
Electric Storage Battery (Canada) Ltd.....	2,197
Electronic Materials of Canada Ltd.....	3,269
Enamel and Heating Products Ltd.....	1,741
Eriez of Canada Ltd.....	2,008
Esco Limited.....	14,245
Esna Canada Ltd.....	10,203
Ethyl Corporation of Canada Ltd.....	3,544
Eureka Foundry & Manufacturing Co Ltd.....	1,555
Evans Rule Mfg Co Ltd.....	8,763
Evergreen Air Service Reg'd.....	10,936
Farinon Electric of Canada Ltd.....	13,420
Fauver J N Inc.....	2,285
Ferranti Electronics Ltd.....	1,462
Fife Mfg Co.....	5,491
Finning Tractor (1959) Ltd.....	19,256
Firestone Tire & Rubber Co of Canada Ltd.....	14,907
First Line Contracting Ltd.....	12,303
Fischer & Porter Canada Ltd.....	1,338
Fischer Gauge Works Ltd.....	4,261
Fisher Price Toys Canada Ltd.....	145,759
Flanders Installations Ltd.....	4,135
Fluor Corporation of Canada.....	16,704
Foothills Aviation Ltd.....	5,610
Ford J & Co Ltd.....	7,150
Ford Motor Co of Canada Ltd.....	134,215
Formold Plastics of Canada Ltd.....	32,709
Foster L B Co.....	5,174
Foundation Co of Canada Ltd.....	3,656
Fram Canada Ltd.....	1,944
Franklin Manufacturing Co (Canada) Ltd.....	257,172
Frontenac Floor & Wall Tile Ltd.....	2,939
Frost Jack A.....	3,181
Fruehauf Trailer Co of Canada Ltd.....	1,636
Fuller Brush Co Ltd.....	23,756
Galbraith & Sulley Ltd.....	3,473
Galt Metal Industries Ltd.....	33,204
Garcey Co Canada Ltd.....	4,246
Garden Research Laboratories.....	5,107

Garrett Mfg Ltd.....	1,135
Garrigan Chas J.....	1,343
General Motors Diesel Ltd.....	41,631
General Motors of Canada Ltd.....	113,508
General Plastics Co Ltd.....	51,903
General Times Canada Ltd.....	9,434
General Tire & Rubber Co of Canada Ltd.....	1,031
Geophysical Service Inc.....	21,464
Giannini Controls Corporation.....	1,348
Gilbert & Barker Mfg Co Ltd.....	3,839
Gilbert A C of Canada Ltd.....	8,678
Girdler Corporation of Canada Ltd.....	7,069
Goodrich B F Co Canada Ltd.....	30,777
Goodrich B F Sponge Products Canada Ltd.....	1,770
Goodyear Tire & Rubber Co of Canada Ltd.....	45,216
Gorski Bulk Transport.....	1,901
Great Lakes Forgings Ltd.....	2,675
Green Giant of Canada Ltd.....	2,141
Haley Industries Ltd.....	5,659
Handy Products Ltd.....	5,654
Hankin Francis & Co Ltd.....	1,895
Hart Product Co of Canada Ltd.....	1,059
Hatch & Co Ltd.....	1,353
Hawker Siddeley Canada Ltd.....	4,178
Hay Glen R.....	1,338
Hayes Steel Products Ltd.....	4,098
Heather Plastic Ltd.....	1,992
Hedman Lars.....	2,532
Hewlett-Packard Canada Ltd.....	6,065
Highway Trailer (Eastern) Ltd.....	2,243
Holiday Inn.....	2,123
Hollinger Machine Co Ltd.....	1,308
Holmes Foundry Ltd.....	13,623
Holophane Co Ltd.....	17,443
Hooker Chemicals Ltd.....	1,049
Hoover Co Ltd.....	19,730
Horton Steel Works Ltd.....	3,028
Howden James & Parsons of Canada Ltd.....	1,057
Howe Equipment Co of Canada.....	2,037
Hume & Rumble Ltd.....	2,697
Huntec Limited.....	22,452
Hupp Co of Canada Ltd.....	2,475
Huron Steel Products.....	5,336
Hydro Quebec.....	7,876
Hyland Radio-Television Ltd.....	2,746
I D I Electric (Canada) Ltd.....	18,838
I T T Canada Ltd.....	12,104
Ideal Toy Co of Canada Ltd.....	20,560
Ideal Upholstering Ltd.....	1,201
Imperial Oil Ltd.....	1,148
Instronics Ltd.....	5,291
Instrument Development Industries.....	4,289
International Business Machines Co. Limited.....	25,409
International Harvester Co of Canada Ltd.....	5,680
International Minerals & Chemicals Corporation.....	59,757
International Register.....	1,189
International Salt Co.....	1,160
International Society of Soil Mechanics & Foundation Eng.....	19,014
Ireco Chemicals Co Ltd.....	9,529
Iroquois Glass Ltd.....	1,642
Irwin Specialties Ltd.....	37,642
Jacuzzi Universal (Canada) Ltd.....	8,407
Jarry Hydraulics Ltd.....	2,336
Jay Plastics Co Ltd.....	83,914
Johnston Testers Ltd.....	1,290
Jones & Laughlin Steel Corporation.....	1,830
Journal Offset Inc.....	5,335

Joy Mfg Co (Canada) Ltd.....	31,815
K B G Plastics Ltd.....	2,337
Kaiser Jeep of Canada Ltd.....	1,401
Kal Kar Insulation Corporation.....	2,613
Kalium Chemicals Ltd.....	3,326
Kelsey Wheel Co Ltd.....	25,647
Kemp Products Ltd.....	5,075
Kidd & Co Walter.....	1,276
Kimberly-Clark Pulp and Paper Co Ltd.....	1,377
Klondyke Helicopters Ltd.....	5,482
Koppers of Canada Ltd.....	17,476
Krim-Ko Corporation of Canada Ltd.....	3,773
Kruger Pulp & Paper Ltd.....	1,901
Lamb F Jos Co (Canada) Ltd.....	1,047
Lau Products Ltd.....	6,593
Leeds & Northrup Canada Ltd.....	39,634
Leepo Machine Products Ltd.....	2,153
Lenkurt Electric Co of Canada Ltd.....	1,644
Lennox Industries Canada Ltd.....	3,826
Leviton Mfg of Canada Ltd.....	4,761
Likely Joseph A Ltd.....	1,453
Lisa Toy Co.....	6,886
Litton Systems (Canada) Ltd.....	13,587
Lockformer Co.....	6,092
London & Petrolia Barrel Co Ltd.....	42,425
London Records of Canada.....	1,867
Lowphos Ore Ltd.....	3,018
Lunn G L Mfg Co Ltd.....	2,006
Lux Time (Canada) Ltd.....	9,182
M G M Teletudio Inc.....	4,992
MacLeod R J & Co Ltd.....	1,027
MacMillan Bloedel and Powell River Ltd.....	5,778
Magnavox Co.....	1,420
Magnesium Co of Canada Ltd.....	5,772
Magnetic Metals of Canada Ltd.....	8,477
Maineri Roger P.....	1,224
Mamezasz Construction Ltd.....	5,378
Mannix Co.....	15,490
Mansfield-Denman General Ltd.....	21,206
Mappins Ltd.....	5,265
Marine Geophysical International Inc.....	6,692
Marineland of the Pacific.....	1,282
Mark-Andy Inc.....	3,150
Marmoraton Mining Co Ltd.....	1,476
Marsland Engineering Ltd.....	1,407
Marx Louis & Co of Canada Ltd.....	242,736
Massey-Ferguson Ltd.....	3,465
Mattel Canada Ltd.....	17,887
Maytag Co.....	10,189
McAlpine Ltd Robert.....	25,929
McCord Corporation.....	32,120
McGraw Edison Co (Canada) Ltd.....	2,072
McMullen John J Association Ltd.....	3,255
McNamara Construction Equipment Ltd.....	3,367
Mears Dominion Ltd.....	164,680
Mercedes Benz Canada Ltd.....	3,636
Mercury Tool & Stamping Ltd.....	3,738
Metropolitan Life Insurance Co.....	1,601
Midland Industries Ltd.....	88,182
Millen John & Son Ltd.....	1,930
Millers Falls of Canada.....	12,042
Minneapolis-Moline of Canada Ltd.....	2,502
Mitchell Maintenance System.....	11,792
Monsanto Canada Ltd.....	1,758
Monteal Lithographing Co.....	1,641
Montreal Pipe Line Co Ltd.....	6,444
Montreal Transit Commission Subway Project.....	9,029

Moore Paul & Co Ltd.....	1,767
Moride Film Productions.....	1,127
Morris Rubenstine Ltd.....	4,074
Morse Chain of Canada.....	1,656
Murray Electrical Mfg Co.....	1,865
Murray Jensen Mfg Ltd.....	12,201
Napanee Industries Ltd.....	9,323
National Cash Register Co of Canada Ltd.....	46,267
National Heel Ltd.....	26,441
Neptune Meters Ltd.....	2,865
Newman Green of Canada Ltd.....	2,572
Norande Copper Mills Ltd.....	32,980
Nordair Limited.....	4,272
North American Plastics Co Ltd.....	35,120
North-Rite Ltd.....	27,034
Northern Construction Ltd.....	52,258
Northern Electric Co Ltd.....	50,740
Northwood Pulp Mills.....	3,576
Norton Co.....	8,405
Nutone Electrical Mfg Co of Canada Ltd.....	21,696
O'Day Associates of Canada Ltd.....	2,367
Okanagan Helicopters Ltd.....	8,590
Olsonite Co Ltd.....	49,109
Ontario Cancer Foundation.....	1,626
Ontario Paper Co Ltd.....	6,285
Ontario Steel Products Co Ltd.....	96,969
Owens-Illinois of Canada Ltd.....	9,335
P I Canada Ltd.....	2,396
Packard Instruments Sales Corporation.....	1,290
Pan American Petroleum Corporation.....	29,696
Parallel Production Ltd.....	17,949
Paramount Industries Inc.....	1,252
Parke Davis & Co Ltd.....	1,888
Parkes Sealant Ltd.....	3,803
Paturel E Ltd.....	1,022
Peacock Bros Ltd.....	2,378
Pentecostal Assemblies of Canada.....	1,739
Phillips Cables Ltd.....	1,538
Pickard A Machinery Ltd.....	1,614
Pioneer Electric Ltd.....	4,227
Pitts C A General Contractors Ltd.....	4,687
Plastene Co Ltd.....	9,637
Plasticap Ltd.....	1,837
Plax Canada Ltd.....	28,558
Playco Ltd.....	7,525
Playcraft Toys Inc.....	105,942
Plessey Co of Canada.....	2,688
Polymer Corporation Ltd.....	10,582
Porter H K Co of Canada Ltd.....	14,607
Port-O-Crist Equipment Co.....	1,013
Precision Plastic Moulds Reg'd.....	6,201
Preston Mfg Ltd.....	2,012
Protective Plastics Ltd.....	3,290
Pure Oil Co The.....	9,844
R C A Victor Co Ltd.....	113,949
Racal (Canada) Ltd.....	1,434
Radio Station C H U M.....	1,497
Railway & Power Engineering Corporation Ltd.....	3,231
Rank Organization.....	4,130
Ray Plastics Ltd.....	2,105
Raymon Trower.....	1,234
Raymond Concrete Pile Co Ltd.....	1,299
Raytheon Canada Ltd.....	2,691
Reliable Toy Co Ltd.....	19,814
Remington Rand Ltd.....	1,813
Renfrew Electric Co Ltd.....	2,330
Renold Chains Mfg Ltd.....	8,102

Reynolds Aluminum Containers Ltd.....	4,637
Richmond Machine Tool & Die Castings.....	3,448
Ridge Nassau Corporation Canada.....	1,841
Rieke Metal Products (Canada) Ltd.....	1,717
Robert Lawrence Productions.....	22,273
Robertson P L Mfg Co.....	2,332
Robinson Industrial Crafts Ltd.....	1,305
Rockwell Mfg Co of Canada Ltd.....	1,852
Rolls-Royce Canada Ltd.....	9,651
Rose Magwood Ltd.....	1,449
Rosedale Plastics International Ltd.....	20,762
Roslyn Metal Products Ltd.....	1,609
Rover Motor Co Canada.....	22,151
Royal Electric Co (Quebec) Ltd.....	7,196
Royalmetal Corporation Ltd.....	2,510
Rubbermaid Canada Ltd.....	391,459
Rubbert Myron.....	1,523
Rust Engineering Co Ltd.....	31,237
St Lawrence Mfg Co Inc.....	2,168
Samsonite of Canada Ltd.....	9,619
Sanderson Aircraft Ltd.....	10,223
Sandvik Canadian Ltd.....	2,509
Scott Paper Co Ltd.....	43,349
Screen Gems Inc.....	1,643
Seabar Equipment Ltd.....	1,005
Seal-Spout of Canada Ltd.....	4,389
Seaway Films Ltd.....	4,059
Sehl Engineering Ltd.....	111,477
Separator Engineering Ltd.....	2,625
Shakeproof Fastex Division of Canada.....	2,299
Shaw Francis (Canada) Ltd.....	2,227
Shawinigan Chemicals Ltd.....	21,831
Sheaffer W A Pen Co of Canada Ltd.....	10,530
Sheller Mfg Corporation.....	3,969
Sherman Mines.....	5,730
Shielding Co.....	1,960
Siegler Corporation of Canada Ltd.....	19,531
Skeena Kraft Ltd.....	2,235
Skil Corporation (Canada) Ltd.....	4,077
Smith & Stone Ltd.....	13,483
Somerville Plastics Ltd.....	21,943
Soper Robert Ltd.....	2,861
South Saskatchewan Pipeline.....	14,001
Southwest Research Institute of San Antonio.....	1,159
Space Geo Canada Ltd.....	16,578
Spacelighters Inc.....	3,689
Spartan Air Services Ltd.....	3,190
Spaulding Fibre of Canada Ltd.....	5,267
Spectra Research Ltd.....	2,079
Sperry Gyroscope of Canada Ltd.....	9,669
Sperzel Company Canada (1965) Ltd.....	1,095
Spra-Mac Landscaping.....	1,258
Spruce Falls Power & Paper Co Ltd.....	1,404
Square D Co of Canada Ltd.....	6,565
Standard Plastic Products Ltd.....	1,900
Steel Co of Canada Ltd.....	5,304
Sterling Plastic Mfg Co Ltd.....	29,906
Subterranean of Canada Ltd.....	3,475
Tannoy Canada Ltd.....	2,438
Tauk Tours Inc.....	13,083
Technical Measurement Corporation.....	2,351
Technisales Industrial Ltd.....	1,621
Temso Helicopters.....	10,384
Texon Incorporated.....	7,718
Thyssen Steel Corporation.....	2,475
Tilco Plastics Ltd.....	10,026
Torrington Manufacturing Co of Canada Ltd.....	114,864

Trane Co of Canada Ltd.....	9,949
Trans Air Ltd.....	2,282
Transogram Canada Ltd.....	5,108
Traveler Mfg Co.....	1,107
Tregunno Niagara Forms Ltd.....	8,891
Trelawney of Canada.....	9,961
Triangle Conduit & Cable (Canada) Ltd.....	3,380
Tridon Mfg Co Ltd.....	5,294
Truck Engineering Ltd.....	3,320
Tucker Plastic Products Ltd.....	109,503
Tupperware Home Parties Ltd.....	491,088
Twinpak-Gilbert Ltd.....	14,620
Tycos Tool Die Co Ltd.....	1,165
Union Carbide Canada Ltd.....	11,990
United Aircraft of Canada Ltd.....	56,946
United Shoe Plastics Ltd.....	3,219
Upton Bradeen & James Ltd.....	8,529
Vancouver Island Helicopters Ltd.....	4,277
Victor Comptometer Ltd.....	1,465
Victoria Machinery Depot Co Ltd.....	1,197
Volkswagen Canada Ltd.....	3,661
Wahl Clipper Corporation of Canada Ltd.....	7,543
Wakefield Lighting Ltd.....	11,346
Walker Press Ltd.....	3,306
Walter J Co Ltd.....	2,776
Wardair Canada Ltd.....	2,283
Warner-Lambert Canada Ltd.....	2,351
Weller Electric Corporation.....	4,642
West Bend of Canada Ltd.....	14,090
Western Machinery Co (Canada) Ltd.....	2,406
Western Ontario Broadcasting Co Ltd.....	12,413
Wheaton Plastics Co of Canada.....	13,102
Whitman Publishing Co of Canada.....	1,837
Wilkinson Sword Canada Ltd.....	2,617
Williams Brothers of Canada Ltd.....	1,124
Williamson T D (Canada) Ltd.....	3,941
Wintrob M & Sons Canada Ltd.....	6,204
Wolverine Tube Division.....	2,798
Woodbridge Moulded Products Ltd.....	2,799
Yankee Plastics Canada Ltd.....	18,206
Yardley Plastics of Canada.....	1,590
York Gears.....	3,434
Zweifel Exhibits.....	1,471

8,839,002

Duty and excise taxes paid or otherwise payable on value of vessels in excess of a pro-rated amount assessed for each month or portion of a month they were retained in Canada.

Canadian Import Ltd.....	341,721
Champlain Dredge and Dock Inc.....	13,477
Cleveland Tankers Ltd.....	96,916
Federal Commerce and Navigation Ltd.....	188,294
Geophysical Services Inc.....	98,605
Hall Corporation of Canada.....	38,750
Law R E Crushed Stone Ltd (2).....	85,107
Marineland of the Pacific.....	10,837
Saguenay Shipping Ltd.....	208,250
Shipping Ltd (2).....	1,090,835

2,172,792

Remission under prescribed conditions of customs duties and excise taxes paid on goods that through an error on the part of the manufacturer, exporter or shipper were deficient in quantity or inflated in value but which did not qualify for refund under section 111 of the Customs Act.

Air Canada Dorval Que.....	1,280
Beloit Sorel Ltee Sorel Que.....	5,319
Canadian Baker Perkins Ltd Toronto.....	1,796
Canadian Bechtel Ltd Montreal.....	2,073
Canadian Meter Co Ltd Milltown Ont.....	1,116
Englehard Industries of Canada Ltd Toronto.....	1,771
Hougeco Products Ltd Candiac Que.....	1,191
Joy Manufacturing Co Ltd Galt Ont.....	1,481
Kawneer Co Canada Ltd Toronto.....	2,396
National Cash Register of Canada Ltd Toronto.....	1,722
Roneo Division of Rapid Data Systems Toronto.....	2,599
Samsonite of Canada Ltd Stratford Ont.....	1,947
Somerville Industries Ltd Toronto.....	1,190
Sinnott News Co Toronto.....	4,006

29,881

General

Aluminum Company of Canada Limited Montreal.....	1,487,537
Duty payable on the Canadian content of aluminum hot mill stock exported for processing abroad when it is established that the processing cannot be performed in Canada.	
Aluminum Company of Canada Limited Montreal.....	42,268
Duty overpaid on imported hot mill stock and aluminum plate, which by reason of special circumstances was not applied for within the time limit specified in the refund regulations.	
American Motors (Canada) Limited Brampton Ont.....	667,042
94% duty on automotive components of a class or kind not made in Canada imported for use as original equipment in 1962 model year automobiles.	
Atlas Hoist and Body Incorporated Montreal.....	1,062
Duty in excess of 7½% ad valorem on components for use in the construction of off-highway trailers.	
Canadian Dredge & Dock Company Limited Toronto.....	7,649
Sales tax on a sectional barge imported from the United States of America and converted to single unit barge for use in the coasting trade of Canada, as provided for in Schedule III of the Excise tax Act.	
Canadian Forestry Association Ottawa.....	2,663
Duty and tax on Forest Fire Prevention Literature for free distribution in connection with Fire Prevention Week.	
Canadian Kodak Company Limited Toronto.....	1,219
Duties and taxes on obsolete or surplus goods destroyed at the expense of the owner under customs supervision.	
Chrysler Canada Limited Windsor Ont.....	4,023
Duties and taxes on obsolete or surplus goods destroyed at the expense of the owner under customs supervision.	
Cooper-Bessemer of Canada Limited Stratford Ont.....	5,985
Duty on rough castings imported from the United States of America to be used in the manufacture of propulsion system of a car ferry being constructed for the Department of Transport.	
Dominion Rubber Company Limited Kitchener Ont.....	1,868
Duties and taxes on obsolete or surplus goods destroyed at the expense of the owner under customs supervision.	
Enamel and Heating Products Limited Amherst N S.....	3,920
Duty and tax on special tooling imported for use in the production of aircraft parts for export under the Canada-United States Defence Production Sharing Program.	
Ensile Limited Windsor Ont.....	8,108
Tax imposed under the Excise Tax Act on goods entitled to drawback under tariff item 97052-1.	
Ford Motor Company of Canada Limited Oakville Ont.....	1,168
Duty on the value of rear axle assemblies, six cylinder engines with clutch; six cylinder engines less clutch, etc., exported to the parent firm in the United States to be incorporated into "Mustang" automobiles and returned to Canada.	

STATEMENTS REQUIRED BY FINANCIAL ADMINISTRATION ACT

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Ford Motor Company of Canada Limited Oakville Ont.	17,718
Duties and taxes on obsolete or surplus goods destroyed at the expense of the owner under customs supervision.	
Ford Motor Company of Canada Limited Oakville Ont.	3,093
Tax imposed under the Excise Tax Act on goods entitled to drawback under tariff item 97052-1.	
Frigidaire Products of Canada Limited Scarborough Ont.	2,629
Duties and taxes on obsolete or surplus goods destroyed at the expense of the owner under customs supervision.	
Gelatin Capsules Limited Windsor Ont.	18,874
60% duty on a gelatin capsule machine of a class or kind not made in Canada for use in the production of capsules.	
General Motors of Canada Limited Oshawa Ont.	31,854
Duties and taxes on obsolete or surplus goods destroyed at the expense of the owner under customs supervision.	
Goodyear Tire and Rubber Company Limited Toronto.	1,500
Tax imposed under the Excise Tax Act on goods entitled to drawback under tariff item 97052-1.	
Grand Falls Chemical Company Limited Grand Falls N B (2).	82,000
Two-thirds of the customs charges payable on raw potato starch to be used in the manufacture of chlorinated potato starch.	
Gulton Industries (Canada) Limited Gananoque Ont.	29,497
60% duty and taxes on equipment of a class or kind not made in Canada, and special or dumping duty on used production equipment of a class or kind made in Canada, used in the production of nickel cadmium batteries, a joint program undertaken by the applicant's affiliate in the United States of America and the Department of Defence Production.	
Henderson Major D A Ottawa.	2,046
Duty and sales tax on a 1966 Mercedes Benz automobile not entitled to free entry under item 70320-1 of the Customs Tariff because it was not owned abroad for the period specified in the item.	
Hubert Castle International Circus Dallas Texas U S A	4,960
80% duty and tax on circus equipment and concessions imported to provide financial assistance for the Shrine Organization and other Shrine Clubs who assemble, control and sponsor this circus during the period of time the goods remain in Canada.	
Hydro Electric Power Commission of Ontario Toronto.	133,414
Sales tax on materials used in construction of remedial works in the Niagara River, pursuant to an Order of the International Joint Commission, dated August 15, 1961, under the provisions of the Niagara Diversion Treaty of October 10, 1950.	
Imperial Oil Limited Toronto.	5,280
Customs duties and excise taxes payable on goods imported for the construction, maintenance and operation of Joint-Defence Project No 572 (DEW LINE).	
Leaf Confections Limited Toronto.	23,115
Sales tax, during the period April 17, 1964, to October 1, 1965, on a liquid 'Popsicle' type confection marketed under the trade name of "Mr. Freeze", pending an amendment to the Excise Tax Act.	
McCall Corporation Toronto.	10,749
Duties and taxes on obsolete or surplus goods destroyed at the expense of the owner under customs supervision.	
McKinnon Industries Limited St Catharines Ont.	1,145
Tax imposed under the Excise Tax Act on goods entitled to drawback under tariff item 97052-1.	
McKinnon Industries Limited St Catharines Ont.	3,643
Duties and taxes on obsolete or surplus goods destroyed at the expense of the owner under customs supervision.	
Minnesota Mining & Manufacturing of Canada Limited London Ont.	1,043
Duties and taxes on obsolete or surplus goods destroyed at the expense of the owner under customs supervision.	
Ontario Food Processors Association Incorporated Toronto.	8,541
Duty and tax on peaches imported on and after September 1, 1965 for use by various canners.	
Province of Saskatchewan Department of Agriculture.	6,098
Duties and taxes on the value of Canadian materials exported for processing abroad, it having been established that the processing could not be performed in Canada.	
Senecal Mrs Huguette T Montreal.	1,067
Duty and sales tax on a 1964 Oldsmobile automobile not entitled to free entry under item 70320-1 of the Customs Tariff because it was not owned abroad for the period specified in the item.	

Sinnott News Co Scarborough Ont.	2,060
Duties and taxes on obsolete or surplus goods destroyed at the expense of the owner under customs supervision.	
Smith Kline & French I A C Montreal	2,199
Duties and taxes on obsolete or surplus goods destroyed at the expenses of the owner under customs supervision.	
Union Carbide Canada Limited	561,288
99% duty paid on ethylene glycol distributed on the export market.	
Volkswagen Canada Limited Toronto	1,533
Duties and taxes on obsolete or surplus goods destroyed at the expense of the owner under customs supervision.	
	<u>3,189,856</u>
Total	<u>\$ 32,951,119</u>

Remissions of \$1,000 or over for the benefit of charitable, educational, religious or other non-profit organizations, and for government departments and Crown corporations:

Customs duties, excise duties and sales tax on sales made to NATO forces and/or NATO personnel in Canada.

Alberta Liquor Control Board Edmonton	2,828
Liquor Control Board of British Columbia Victoria	6,103
Liquor Control Board of Ontario Toronto	50,541
Manitoba Liquor Control Commission Winnipeg	3,687
New Brunswick Liquor Control Board Fredericton	11,982
Nova Scotia Liquor Commission Halifax	14,152
	<u>89,293</u>

General

Callow Veterans' and Invalids' Welfare League Halifax	2,507
Sales tax on a wheelchair coach purchased from Prevost Car Incorporated Ste Claire, Que.	
Government of Canada—Defence Construction (1951) Limited Ottawa	20,660
Customs duty and excise taxes ordinarily payable on goods purchased in or imported into Canada by the Government of the United States, or its authorized agent acting on behalf of the Government, to be used in connection with United States Government projects, joint Canada-United States projects, or United States Government establishments in Canada.	
Government of Canada—Department of External Affairs Ottawa	12,615
Duty and tax on a 1964 Cadillac automobile, purchased by the Government of Canada, exported to the United States for modification and bullet-proofing and returned to Canada, the value of the work done abroad being dutiable under item 43803-1 of the Customs Tariff.	
Government of Canada—Department of National Defence (Air) Ottawa	53,180
Customs duty and excise taxes ordinarily payable on goods purchased in or imported into Canada by the Government of the United States, or its authorized agent acting on behalf of the Government, to be used in connection with United States Government projects, joint Canada-United States projects, or United States Government establishments in Canada.	
Government of Canada—Department of National Defence (Air) Ottawa	1,127
Customs duties and excise taxes on the importation or procurement in Canada of equipment, material and supplies used in the construction of F104G aircraft, associated support equipment and initial spares, on the understanding that all such finished articles will be duly exported and that upon completion of the contract all remaining equipment, material and supplies not exported shall then become subject to the provisions of the Customs Tariff and Excise Tax Act.	
Government of Canada—Department of National Defence (Air) Ottawa	36,410
Customs duty and excise taxes on missile replacements for CF101 Voodoo Jets imported by the Department of National Defence between July, 1963, and March, 1965.	
Government of Canada—Department of National Defence (Air) Ottawa	21,469
Customs duty and excise taxes on missile replacements for CF101 Voodoo aircraft imported between March 1, 1965, and March 31, 1970.	
Government of Canada—Department of Transport Ottawa	8,250
Customs duty and excise taxes ordinarily payable on goods purchased in or imported into Canada by the Government of the United States, or its authorized agent acting on behalf of the Government, to be used in connection with United States Government projects, joint Canada-United States projects, or United States Government establishments in Canada.	

Canadian Arsenals Ltd Ottawa.....	15,442
Customs duty and excise taxes ordinarily payable on goods purchased in or imported into Canada by the Government of the United States, or its authorized agent acting on behalf of the Government, to be used in connection with United States Government projects, joint Canada-United States projects, or United States Government establishments in Canada.	
Canadian National Railways Montreal (3).....	289,231
Duty on railway cars imported into Canada for experimental purposes during the peak summer season.	
Canadian Pacific Airlines Ltd Vancouver.....	305,586
Customs duty and excise taxes on importations and purchases of aircraft parts, material and equipment for aircraft used solely on international flights.	
Canadian Red Cross Society Toronto.....	2,355
Sales tax on supplies purchased in Canada for blood transfusion service during the period January 1 to December 31, 1964.	
Government of the Federal Republic of Germany.....	1,744
Sales tax on stands and other display material purchased in Canada and used in connection with participation in the 1965 Canadian National Exhibition at Toronto.	
International Pacific Salmon Fisheries Commission Vancouver.....	5,413
Duty and tax on supplies and materials imported for the use of the Commission.	
Province of Newfoundland St John's.....	44,554
Sales tax on equipment supplied in connection with the construction and furnishing of a nurses' home and training school attached to St John's General Hospital.	
Trans Canada Airlines Winnipeg.....	925,112
Customs duty and excise taxes on importations and purchase of aircraft parts, material and equipment for aircraft used solely on international flights.	
Trenton Memorial Hospital Trenton Ont.....	1,250
Sales tax on building materials used in the completion of two contracts between the hospital and construction company.	
Veteraft Shops Toronto.....	39,126
Sales tax on poppies and wreaths produced during the year ending December 31, 1965	
	<u>1,786,031</u>
Total.....	<u>\$ 1,875,324</u>

Other remissions were granted as follows:

P.C. 1952-4282, October 15, 1952, authorized in respect of goods originating in countries enjoying the privileges of British Preferential Tariff when transshipped at a foreign port owing to circumstances beyond the control of the importers, a remission of the difference between duty and taxes payable under British Preferential Tariff and those payable under the tariff which would apply to importations from the country in which the goods were transshipped.

P.C. 1954-26/1904, December 8, 1954, authorized the remission of customs duty and excise taxes paid or payable on automobiles imported from abroad by dealers and sold to members of the armed services of countries which are signatories of the North Atlantic Treaty Agreement or of British Commonwealth countries.

P.C. 1955-18/717, May 19, 1955, authorized a remission of sales tax in relation to contracts for research and development entered into by the Department of Defence Production on behalf of the Canadian armed services and the Defence Research Board.

P.C. 1956-30/74, January 18, 1956, provided for the remission of customs duties, sales and excise taxes properly payable on goods imported into Canada for the construction, maintenance or operation of Pinetree Gap Filler Project.

P.C. 1956-485, March 22, 1956, authorized the remission of excise taxes to diplomats and other representatives of foreign countries stationed in Canada.

P.C. 1959-1624, December 22, 1959, authorized in respect of goods donated by persons resident abroad to religious, charitable and educational institutions in Canada, and settler's effects, admissible free of duty and tax when accompanying the settler but which could not be imported at time of settler's removal to Canada, a remission of customs duty and excise taxes; and in respect of items of official militia uniform dress or accoutrement, not available in Canada, a remission upon importation of customs duty otherwise payable.

P.C. 1960-25/1702, December 16, 1960, provided with respect to automobiles purchased in Canada and which are to be operated temporarily prior to exportation by persons proceeding abroad, for a remission of 99% of customs duties and excise taxes in respect of such vehicles.

P.C. 1961-28/1156, August 16, 1961, provided under prescribed conditions, with respect to sugars processed in Canada from raw cane sugars imported under British Preferential Tariff, that Most Favoured Nation Tariff rates may be used in the calculation of drawback.

P.C. 1962-1594, November 8, 1962, provided for the remission of customs duties and excise taxes in respect of the temporary entry of specified articles imported for the special uses set forth in schedule A to the order.

P.C. 1963-25/382, March 9, 1963, authorized the remission, before the liability therefor arises, of one-half of all customs duties and taxes that would otherwise be payable in respect of vehicles and equipment imported into Canada by international bridge authorities solely and exclusively for the maintenance and operation of the Canadian portion of international bridges and their approaches.

P.C. 1963-713, May 9, 1963, authorized in respect of circuses and other amusement shows and devices, remission of customs duty and excise taxes payable in excess of certain minimum amounts assessed for the period of time the goods remain in Canada.

P.C. 1963-714, May 9, 1963, provided for the remission of customs duties and excise taxes in respect of certain household and other articles imported under specified conditions for use by summer settlers.

P.C. 1963-715, May 9, 1963, provided under prescribed conditions with respect to Canadian articles exported and reimported, for the remission of all or part of the customs duty and excise taxes payable in excess of the amounts properly assessed on the cost of repairs made, processing or equipment added outside of Canada.

P.C. 1963-15/1854, December 20, 1963, authorized remission of customs duties and excise taxes in respect of machinery and apparatus and parts thereof (including motive power) of a class or kind not made in Canada, and drilling mud, when imported or diverted for use exclusively in the extraction of potash from underground deposits within the time limits specified in the Order in Council.

P.C. 1964-235, February 13, 1964, provided under prescribed conditions with respect of imported goods not as ordered when such goods are exported or destroyed under customs supervision, for the remission of customs duty and excise taxes at the time of importation.

P.C. 1964-1436, September 17, 1964, provided under prescribed conditions for remission of customs duties and excise taxes on certain consumable goods imported by foreign scientific or exploratory expeditions for use in conducting field studies in Canada.

P.C. 1965-37/2135, December 1, 1965, authorized the remission of customs duty paid or ordinarily payable on Passover Bread or Matzos imported for use during the Passover Season and entered at customs from February 4, 1966, to April 12, 1966.

DEPARTMENT OF NATIONAL REVENUE—TAXATION

Remissions of income tax:

Colford John Contracting Co Ltd.....	54,077
P.C. 1965-20/909, May 20, 1965 authorized remission of income tax, paid or payable for the 1953, 1954 and 1955 taxation years respectively, together with any interest paid or payable thereon. Certain profits reported and assessed as income for the 1954-55 taxation years were in fact income for the 1953 taxation year resulting in double taxation but re-assessment was statute barred.	
Dagenais Claude.....	1,652
P.C. 1965-30/584, April 1, 1965 authorized remission of income tax and interest thereon for the 1957 taxation year. Disbursements in connection with land sales could have been allowed as a deduction but re-assessment was statute barred.	
Dawson Mrs Marion P.....	2,298
P.C. 1965-27/1091, June 18, 1965 authorized remission of income tax paid for the 1959 taxation year on income already taxed in the hands of a company first considered to be a personal corporation but later adjudged an ordinary company. It was not possible to make a refund under the present interpretation of the Income Tax Act.	
Forbes Melville.....	5,632
P.C. 1965-30/1188, June 30, 1955 authorized remission of income tax payable for the 1958 and 1959 taxation years. The taxpayer's incorporated company encountered difficulties due to conditions in Elliott Lake. Personal funds were used to pay tax and other liability of the company before a court decision made a reduction in the company tax possible.	
Johnson Estate of the late Thomas Abram.....	2,469
P.C. 1965-57/961, May 27, 1965 authorized remission of overpayment of income tax for the 1941 to 1960 taxation years inclusive. Due to the lapse in time, it was not possible to make this refund under the provisions of the Income Tax Act.	
Knutson Estate of John V.....	21,629
P.C. 1966-15/394, March 4, 1966 authorized remission of excess income tax and interest paid for the 1954 to 1958 taxation years inclusive. Investigation revealed that the income of the late John V Knutson included amounts paid to other persons who admitted liability to tax on these amounts.	
Lapointe Honourable Hugues.....	3,130
P.C. 1965-1381, July 28, 1965 authorized an Order respecting remission of income tax for the 1962 to 1966 taxation years, both inclusive, to employees of the Province of Quebec posted outside of Canada. The Order directs that income tax payable by agents-general, officers and servants of the Government of the Province of Quebec who did not reside in a province on the last day of a taxation year shall be calculated as if these persons did in fact reside in the Province of Quebec on that day.	

STATEMENTS REQUIRED BY FINANCIAL ADMINISTRATION ACT

46-19

Mallon William L.....	3,615
P.C. 1965-30/2076, November 24, 1965 authorized an Order respecting remission of income tax payable for the 1958, 1959, 1960 and 1961 taxation years, accrued interest payable prior to December 31, 1965 and penalties for late filing. Mr Mallon, a citizen of the United States of America employed on ships of foreign registry, visited his family in Prescott, Ontario for two months of each year and did not feel obliged to pay income tax in Canada for these years. As he did not register his five children under the Family Allowance Act, Mr Mallon's liability for payment of Canadian income tax was reduced by an amount which would reflect the Family Allowance payments, the late filing penalties and interest.	
Ross Harold (deceased).....	39,160
P.C. 1966-28/487, March 17, 1966 authorized remission of income tax, interest and penalties owing for the 1941 to 1960 inclusive and 1963 and 1964 taxation years. An amount of \$25,000 representing the value of business and personal assets has been paid on the taxpayer's account.	
Sunset Memorial Gardens Ltd.....	5,082
P.C. 1966-11/1, January 5, 1966 authorized remission of income tax, late filing penalty and interest payable for the 1958 taxation year. Section 85B of the Act did not permit a deferment of real estate profits in a situation as encountered and relief from assessment was statute barred.	
Vince Alfred S.....	2,668
P.C. 1965-26/1596, September 2, 1965 authorized remission of income tax and interest thereon payable in respect of lump-sum payment of \$14,908.66 received in 1964 upon his retirement from the Royal Canadian Mint. Mr Vince is the last of 39 employees who elected to receive the same benefits as were provided under the British Act rather than come under the Canadian Superannuation Act when the Royal Canadian Mint was taken over by Canada in 1931.	
Total.....	\$ 141,412

Other remissions were granted as follows:

P.C. 1965-34/584, April 1, 1965 authorized remission of income tax payable by His Honour Judge Rene Lippe of the District Court of Montreal on \$60 per diem allowance received as Chairman of the Board of Trustees appointed under Section 4 of the Maritime Transportation Unions Trustees Act and which would have been tax exempt had the appointment been made under the Inquiries Act.

P.C. 1965-10/1495, August 18, 1965 authorized remission of the tax that would have been payable by His Honour Judge Roger Ouimet of the Superior Court for the District of Montreal if the remuneration received while acting as Chairman of the Special Committee on Corrections established by Order in Council P.C. 1965-998, June 1, 1965 and which pursuant to the Income Tax Act would have been tax exempt had the said appointment been made under the Inquiries Act, is included in computing his income subject to tax.

P.C. 1965-2037, November 17, 1965 authorized an Order respecting remission of income tax together with interest, if any, payable by Paul Therien, Montreal for the 1963 and 1964 taxation years. For the 1965 and subsequent taxation years, income tax and interest is remitted as if the payment of \$11,242.28 made by him in 1962 to the Commission du Fonds de Pension des Fonctionnaires de la Cite de Montreal had been made on January 1, 1963.

P.C. 1965-30/2255, December 22, 1965 authorized remission of income tax payable by Algoma Steel Corporation Limited to the extent that income derived from mining operations of the Roberts Ore Body be excluded from Algoma income as if the benefits of the provisions of Section 83(5) of the Income Tax Act applied.

P.C. 1966-8/2, January 5, 1966 authorized remission of income tax payable by the Honourable Mr Justice H F Gibson of the Exchequer Court of Canada on per diem allowance of \$50 received as Commissioner appointed under Section 558 of the Canada Shipping Act and which would have been tax exempt had the appointment been made under the Inquiries Act.

POST OFFICE DEPARTMENT

Remission of Postage Charges

Province of Quebec Pension Board.....	1,313
P.C. 1966-14/47, January 12, 1966 authorized the remission of double deficiency and to collect only single deficiency on copies of forms covering social insurance mailed by the Province of Quebec Pension Board.	
Sun Publishing Company Ltd Edmonton.....	1,276
P.C. 1965-52/862, May 13, 1965 authorized the remission of postage charges due to incomplete knowledge of postal regulations governing second and third class mail.	

Other remissions authorized by various P.C.s each less than \$1,000 (6).....	1,168
	3,757

The following remissions of postage were omitted from 1964-65 Public Accounts:

Time Incorporated Chicago Ill U S A.....	2,698
Meredith Publishing Company Des Moines Iowa U S A.....	10,041
Others, each less than \$1,000 (8).....	3,633
	16,372

P.C. 1965-44/379, March 5, 1965 authorized the remission of postage charges due to human error or incomplete knowledge of postal regulations governing second class mail.

Total.....	\$ 20,129
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DEPARTMENT OF TRANSPORT

Broadcasting Station CKXL Ltd (amends reporting in public accounts 1964-65).....	\$ 2,511
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P.C. 1964-40/1161, July 30, 1964 authorized remission of a portion of the licence fee paid in respect of private commercial broadcasting station CKXL Ltd Calgary Alta.

SECTION 23 (2)

Obligations, debts and claims deleted from Public Accounts

Department	Governor in Council Authority		Ministerial Authority		Total	
	Accounts not in excess of \$1,000		Accounts not in excess of \$100			
	No.	Amount	No.	Amount	No.	Amount
Agriculture.....	1	991			1	991
Citizenship and Immigration.....	4	2,160	231	1,755	235	3,915
Defence Production.....	1	338			1	338
External Affairs.....			95	1,771	95	1,771
Finance.....	90	26,791	15	541	105	27,332
Fisheries.....			3	52	3	52
Forestry.....	1	150	1	15	2	165
Labour.....	20	3,454	450	13,948	470	17,402
Legislation—						
House of Commons.....	1	495			1	495
Mines and Technical Surveys.....			53	686	53	686
National Defence.....	142	48,036	298	5,765	440	53,801
National Gallery of Canada.....			2	3	2	3
National Health and Welfare.....	2	295	22	683	24	978
National Research Council including Medical Research Council.....			25	215	25	215
National Revenue—						
Customs and Excise.....	256	108,080	380	9,138	636	117,218
Taxation.....	1,006	300,279	8,006	250,487	9,012	550,766
Northern Affairs and National Resources—						
Department.....	10	3,415	44	1,106	54	4,521
Indian Affairs.....			241	5,575	241	5,575
Post Office.....	1	244	1	8	2	252
Public Works.....	6	2,055			6	2,055
Royal Canadian Mounted Police.....	12	3,534	9	420	21	3,954
Solicitor General.....			1	2	1	2
Trade and Commerce.....	24	3,026			24	3,026
Transport.....	7	2,146	100	742	107	2,888
Unemployment Insurance Commission....	7	1,319	177	402	184	1,721
Veterans Affairs.....	384	133,693	132	4,389	516	138,082
	1,975	\$ 640,501	10,286	\$ 297,703	12,261	\$ 938,204

Deletions were from the accounts receivable of the departments listed with the following exceptions: Citizenship and Immigration, 199 items for \$76 credited to the asset account "assisted passage scheme" (see schedule "other loans and investments" in volume I of this report); Finance, 1 item for \$16 and 90 items for \$27,316 credited to the liability accounts "public service death benefit" and "public service superannuation" respectively (see schedule N "annuity, insurance and pension accounts" in volume I, section 7 of this report); Labour, 2 items for \$8 and 1 item for \$228 credited to the liability accounts "Finance—retirement fund" and "Labour—suspense" respectively (see schedules "annuity, insurance and pension accounts" and "suspense accounts" in volume I of this report).

SECTION 36 (4)

Every accountable advance that is not repaid or accounted for

DEPARTMENT OF AGRICULTURE

The outstanding balances of travelling advances were charged to the vote shown:

<u>Name</u>	<u>Vote</u>	<u>Amount</u>	
Watt K G	55	61	Department is endeavouring to effect recovery.
Wood R G	55	31	
		<u>\$ 92</u>	

DEPARTMENT OF CITIZENSHIP AND IMMIGRATION

The outstanding balance of advances for travelling expenses were charged to the vote shown:

<u>Name</u>	<u>Vote</u>	<u>Amount</u>	
Shin Lik Lee	10	242	To be recovered in 1966-67.
Stepac B	10	5	Recovery effected in 1966-67.
		<u>\$ 247</u>	

CIVIL SERVICE COMMISSION

The outstanding balance of advance for travelling expenses was charged to the vote shown:

<u>Name</u>	<u>Vote</u>	<u>Amount</u>	
Hayes W P	1	<u>\$ 1,434</u>	Recovery expected in 1966-67.

DEPARTMENT OF DEFENCE PRODUCTION

The outstanding balance of advance for travelling expenses was charged to the vote shown:

<u>Name</u>	<u>Vote</u>	<u>Amount</u>	
Barnes J V	1	<u>\$ 30</u>	Recovery effected in 1966-67.

DEPARTMENT OF EXTERNAL AFFAIRS

The outstanding balance of advance for travelling expenses was charged to the vote shown:

<u>Name</u>	<u>Vote</u>	<u>Amount</u>	
Simard S	5	<u>\$ 82</u>	Recovery effected in 1966-67.

DEPARTMENT OF FISHERIES

The outstanding balance of advance for travelling expenses was charged to vote shown:

<u>Name</u>	<u>Vote</u>	<u>Amount</u>	
Racine L	20	<u>\$ 50</u>	Recovery expected in 1966-67.

DEPARTMENT OF NATIONAL DEFENCE

Details of outstanding balances of advances were as follows:

Year of issue	Rank (when advance issued)	Name	Amount	
NAVAL SERVICES				
1965-66	Able Seaman	Bowden N	55	The department is endeavouring to effect recovery.
1965-66	Ordinary Seaman	Byers E A	60	In process for deletion.
1965-66	Able Seaman	Dagenais B A	200	The department is endeavouring to effect recovery.
1965-66	Able Seaman	Filbert L C	40	Recovered in 1966-67.
1965-66	Ordinary Seaman	MacTavish J A	8	The department is endeavouring to effect recovery.
1965-66	Acting Sub-Lieutenant	Okoye B C	25	Included in billing to the Government of Nigeria for the quarter ending March 1966.
1965-66	Acting Sub-Lieutenant	Okujagu O P	25	Included in billing to the Government of Nigeria for the quarter ending March 1966.
1965-66	Able Seaman	Poff G L	50	Recovered in 1966-67.
1965-66	Leading radio electrical mechanic (Royal Navy)	Read M W	107	The department is endeavouring to effect recovery.
1965-66	Petty Officer	Wallace G T	25	Recovered in 1966-67.
1965-66	Petty Officer	Wilson R J	53	The department is endeavouring to effect recovery.
DEFENCE RESEARCH BOARD				
1965-66	Civilian	Emon B	13	In process for deletion.
1965-66	Civilian	MacKay J G I	27	Recovered in 1966-67.
1965-66	Civilian	Ross D B	75	In process for deletion.
			<u>\$ 763</u>	

DEPARTMENT OF NATIONAL HEALTH AND WELFARE

The outstanding balances of advances for travelling expenses were charged to the vote shown:

Name	Vote	Amount	
Hansen Y.....	20	138	Recovery effected in 1966-67.
Joyce W.....	20	85	
		<u>\$ 223</u>	

DEPARTMENT OF NATIONAL REVENUE

Customs and Excise Division

The outstanding balances of advances were charged to the vote shown:

Name	Vote	Amount	
Bunting C W F.....	1	187	Recovery effected in 1966-67.
St Laurent C E.....	1	100	
		<u>\$ 287</u>	

DEPARTMENT OF NORTHERN AFFAIRS AND NATIONAL RESOURCES

The outstanding balances of advances for travelling and removal expenses were charged to the votes shown:

Name	Vote	Amount	Name	Vote	Amount
McCallum P E.....	45	178 (a)	Morris H.....	45	5 (a)

INDIAN AFFAIRS

The outstanding balances of advances for travelling and removal expenses were charged to the votes shown:

Name	Vote	Amount	Name	Vote	Amount
Balaski M.....	15	51 (c)	Lee W O.....	15	41 (b)
Bates H F K.....	15	14 (b)	Leon H.....	15	14 (b)
Bean R E.....	15	225 (c)	Mahoney D J.....	15	96 (b)
Borton D J.....	15	100 (c)	Manuel G.....	15	15 (c)
Clark F A.....	15	72 (b)	Maurice G.....	15	100 (c)
Chrysler B.....	15	40 (b)	McDougall W.....	15	248 (c)
Fisher C.....	15	216 (b)	Meeches A.....	15	62 (b)
Ford R J C.....	15	49 (c)	Sampson R H S.....	15	94 (b)
Hall F L.....	15	72 (c)	Sinke B W.....	15	100 (b)
Harris A K.....	15	200 (b)	Strong O.....	15	461 (b)
Hoff J.....	15	200 (c)	Thompson C.....	15	56 (b)
Johnston G.....	15	248 (c)			
Kelly E.....	15	10 (c)			
					\$2,967

(a) No longer with the department, address unknown.

(b) Recovered in 1966-67.

(c) To be recovered in 1966-67.

PRIVY COUNCIL

The outstanding balance of advance for travelling expenses was charged to the vote shown:

Name	Vote	Amount	
Beauregard J.....	15	\$ 677	Department is endeavouring to effect recovery.

DEPARTMENT OF PUBLIC WORKS

The outstanding balance of advance was charged to the vote shown:

Name	Vote	Amount	
Castleman J.....	1	\$ 100	Recovery expected in 1966-67.

DEPARTMENT OF TRANSPORT

The outstanding balances of advances for travelling expenses were charged to the votes shown:

Name	Vote	Amount	Name	Vote	Amount
Coade C W P.....	30	20 (a)	Kiernan D A.....	30	15 (b)
Dolmont G E.....	30	110 (a)	Ladurantaye J P.....	30	44 (a)
Geldart W G.....	30	10 (b)	Newell D A.....	30	51 (a)
Giles R B.....	30	24 (b)	Nickerson J L.....	30	15 (b)
Harris M H.....	30	2 (b)	Paquet A.....	30	9 (a)
Higgs W I P.....	30	7 (b)	Sharples R B.....	30	2 (a)
Hurd M.....	30	967 (a)	Steinhauer H.....	35	90 (a)
Jessome F F.....	30	166 (a)	Taggart C I.....	30	11 (b)
Johnstone C W.....	30	85 (b)			
Kerr J.....	30	463 (b)			
					\$2,091

(a) Department is endeavouring to effect recovery.

(b) Recovered in 1966-67.

UNEMPLOYMENT INSURANCE COMMISSION

The outstanding balances of advances for travelling advances were charged to the vote shown:

Name	Vote	Amount	
Baillargeon M.....	1	125	To be recovered in 1966-67.
Combe A C.....	1	83	Recovered in 1966-67.
MacKenzie C D.....	1	64	To be recovered in 1966-67.
		\$ 272	

SECTION 60 (3)

Stores and materials deleted from inventories with the approval of Treasury Board

DEPARTMENT OF AGRICULTURE

Items held in stores or in reserve and on charge to stock record or capital assets ledger:

*Obsolete but serviceable.....	31,802
*Surplus but serviceable.....	4,005

Items issued for use:

Losses—theft or other causes.....	4,071
Destroyed accidentally or which became unserviceable for reasons other than being worn out, damaged or destroyed in actual and normal use.....	7,632

\$ 47,510

*Reported to Crown Assets Disposal Corporation for disposal.

DEPARTMENT OF DEFENCE PRODUCTION

Items held in stores or in reserve and on charge to stock record or capital assets ledger:

Obsolete or unserviceable.....	116,138
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Items issued for use:

Obsolete or unserviceable.....	1,158
Losses—other causes.....	313,893
Destroyed accidentally or which became unserviceable for reasons other than being worn out, damaged or destroyed in actual and normal use.....	3,091

\$ 434,280

DEPARTMENT OF EXTERNAL AFFAIRS

Items held in stores or in reserve and on charge to stock record or capital assets ledger:

Obsolete or unserviceable.....	6,203
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Items issued for use:

Losses—theft or other causes.....	11,501
Destroyed accidentally or which became unserviceable for reasons other than being worn out, damaged or destroyed in actual and normal use.....	2,390

\$ 20,094

DEPARTMENT OF FISHERIES

Items held in stores or in reserve and on charge to stock record or capital assets ledger:

Obsolete but serviceable.....	450
Surplus but serviceable.....	4,694
Surplus but repairable.....	43,165
Scrap.....	14,001

Items issued for use:

Losses—theft or other causes.....	51,181
Destroyed accidentally or which became unserviceable for reasons other than being worn out, damaged or destroyed in actual and normal use.....	2,483

\$ 115,974

DEPARTMENT OF MINES AND TECHNICAL SURVEYS

Items held in stores or in reserve and on charge to stock record or capital assets ledger:

Losses—stock-taking write-offs.....	89
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Items issued for use:

Losses:	
Theft.....	1,633
Other causes.....	79,308
Destroyed accidentally or which became unserviceable for reasons other than being worn out, damaged or destroyed in actual and normal use.....	90,669

\$ 171,699

DEPARTMENT OF NATIONAL DEFENCE

Items held in stores or in reserve and on charge to stock record or capital assets ledger:

	Navy	Army	Air	Defence Research Board	Inspection Services	Total
*Obsolete or unserviceable.....	1,729,782	6,607,932	6,836,707	315,373		15,489,794
Losses:						
Stock-taking write-offs.....	51,871	62,568	75,296	6,445		196,180
Theft or other causes.....	62,394	56,853	114,269	1,225	247	234,988
Destroyed.....	63	3,845	6,633			10,541
	<u>\$ 1,844,110</u>	<u>\$ 6,731,198</u>	<u>\$ 7,032,905</u>	<u>\$ 323,043</u>	<u>\$ 247</u>	<u>\$15,931,503</u>

*Reported to Crown Assets Disposal Corporation for disposal.

NATIONAL FILM BOARD

Items held in stores or in reserve and on charge to stock record or capital assets ledger:

Obsolete but serviceable.....	3,252
Losses—stock-taking write-offs.....	204
Damaged or destroyed accidentally.....	568
Items issued for use:	
Losses—thrift or other causes.....	2,089
Obsolete but repairable.....	559
Destroyed accidentally or which became unserviceable for reasons other than being worn out, damaged or destroyed in actual and normal use.....	209
	<u>\$ 6,881</u>

DEPARTMENT OF NATIONAL HEALTH AND WELFARE

Items held in stock or in reserve and on charge to stock record or capital assets ledger:

Obsolete or unserviceable.....	13,137
Losses—stock-taking write-offs.....	302
Items issued for use:	
Losses—thrift or other causes.....	7,795
Destroyed accidentally or which became unserviceable for reasons other than being worn out, damaged or destroyed in actual and normal use.....	386
	<u>\$ 21,620</u>

NATIONAL RESEARCH COUNCIL INCLUDING THE MEDICAL RESEARCH COUNCIL

Items held in stock or in reserve and on charge to stock record or capital assets ledger:

Losses—stock-taking write-offs.....	1,268
Damaged or destroyed accidentally.....	71
Items issued for use:	
Losses—other causes.....	800
	<u>\$ 2,139</u>

DEPARTMENT OF NATIONAL REVENUE

Items held in stock or in reserve and on charge to stock record or capital assets ledger:

Obsolete but serviceable.....	122
Surplus but serviceable.....	51,161
Losses:	
Stock-taking write-offs.....	65
Other causes.....	2,719
Items issued for use:	
Losses:	
Fire.....	7
Theft.....	35
Other causes.....	5,518
Destroyed accidentally or which became unserviceable for reasons other than being worn out, damaged or destroyed in actual and normal use.....	68
	<u>\$ 59,695</u>

POST OFFICE DEPARTMENT

Items held in stores or in reserve and on charge to stock record or capital assets ledger:

Obsolete but serviceable.....	68,257
Surplus but serviceable.....	24,682
Losses:	
Fire.....	643
Theft or other causes.....	47
Stock-taking write-offs.....	100

Items issued for use:

Losses:	
Fire.....	2,153
Theft.....	962
Other causes.....	53
Destroyed accidentally or which became unserviceable for reasons other than being worn out, damaged or destroyed in actual and normal use.....	628
	<u>\$ 97,525</u>

DEPARTMENT OF PUBLIC WORKS

Items held in stores or in reserve and on charge to stock record or capital assets ledger:

Obsolete but serviceable.....	272,209
*Surplus but serviceable.....	407,985
Losses:	
Stock-taking write-offs.....	1,054
Theft or other causes.....	87,110

Items issued for use:

Losses—theft or other causes.....	1,344
Destroyed accidentally or which became unserviceable for reasons other than being worn out, damaged or destroyed in actual and normal use.....	20,163
	<u>\$ 789,865</u>

*Items reported to Crown Assets Disposal Corporation for disposal amounted to \$73.

ROYAL CANADIAN MOUNTED POLICE

Items held in stores or in reserve and on charge to stock record or capital assets ledger:

Obsolete but serviceable.....	11,952
Surplus but serviceable.....	41,669
Damaged or destroyed accidentally.....	9,794
Losses:	
Stock-taking write-offs.....	29
Theft.....	15

Items issued for use:

Losses:	
Fire.....	15,099
Theft.....	258
Other causes.....	432
Destroyed accidentally or which became unserviceable for reasons other than being worn out, damaged or destroyed in actual and normal use.....	13,509
	<u>\$ 92,757</u>

DEPARTMENT OF SOLICITOR GENERAL

Items held in stores or in reserve and on charge to stock record or capital assets ledger:

Destroyed—fire.....	1,770
Losses—stock-taking write-offs.....	1,634

Items issued for use:

Destroyed—fire.....	13,986
Losses—theft or other causes.....	37,829
	<u>\$ 55,219</u>

DEPARTMENT OF TRADE AND COMMERCE

Items held in stores or in reserve and on charge to stock record or capital assets ledger:

Surplus but serviceable.....	34,575
Losses—stock-taking write-offs.....	85

Items issued for use:

Losses—theft.....	966
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\$ 35,626

DEPARTMENT OF TRANSPORT

Items held in stores or in reserve and on charge to stock record or capital assets ledger:

Obsolete or unserviceable.....	98,404
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Items issued for use:

Losses—theft or other causes.....	45,139
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Destroyed accidentally or which became unserviceable for reasons other than being worn out, damaged or destroyed in actual and normal use.....	61,867
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\$ 205,410

UNEMPLOYMENT INSURANCE COMMISSION

Items held in stores or in reserve and on charge to stock record or capital assets ledger:

Obsolete or unserviceable.....	72,008
Losses—stock-taking write-offs.....	7,584

\$ 79,592

DEPARTMENT OF VETERANS AFFAIRS

Items held in stores or in reserve and on charge to stock record or capital assets ledger:

Obsolete or unserviceable.....	365
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Losses:

Stock-taking write-offs.....	283
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Theft or other causes.....	9
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Destroyed.....	293
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Items issued for use:

Losses:

Stock-taking write-offs.....	2,613
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Theft or other causes.....	1,027
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Destroyed accidentally or which have become unserviceable for reasons other than being worn out, damaged or destroyed in actual and normal use.....	275
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\$ 4,865

SECTION 98 (3)

Every payment out of the Public Officers Guarantee Account and the amount of every loss suffered by Her Majesty by reason of defalcations or other fraudulent acts or omissions of a public officer

NOTES.—Losses of the Post Office Department are reported separately further on in this section. The public officers guarantee account is reported in the schedule “deposit and trust accounts” in section 7, volume I of this report.

SUMMARY

	Number of cases in 1965-66	Amount of loss	Amount recovered in 1965-66	Net charge to account in 1965-66	Amount out- standing
		\$	\$	\$	\$
Amounts previously reported outstanding March 31, 1965.....		197,205			197,205
Net difference due to changes.....		1,056	10,044	980	-9,968
		198,261	10,044	980	187,237
Amounts reported in 1965-66—					
Losses recovered in full.....	16	15,485	15,485		
Other losses.....	6	10,513	2,110	8,214	189
	22	25,998	17,595	8,214	189
	22	224,259	27,639	9,194	187,426

STATEMENTS REQUIRED BY FINANCIAL ADMINISTRATION ACT

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(Figures in brackets indicate amounts previously reported—Nil adjustments are included to record cases requiring further action)

Department and position	Year last reported	Amount of loss	Amount recovered	Net charge to account	Amount outstanding	Particulars
Citizenship and Immigration Clerk.....	1963-64	1,325 (1,325)	896 (61)	429	(1,264)	No further recovery to be made.
Mines and Technical Surveys Unknown.....	1953-54	55 (55)			55* (55)	
National Defence Lieutenant.....	1964-65	3,664 (3,664)	3,664 (3,487)		(177)	Defalcation in Canadian and British postal values issued to overseas depots.
Flying officer.....	1964-65	14,046 (13,931)	2,108 (1,868)	11,823 (12,063)	115	The charge to the public officers guarantee fund is being recovered at the rate of \$25 per month.
Civilians—navy.....	1964-65	23,843 (23,843)	3,375 (3,375)		20,468 (20,468)	Theft of naval stores. Partial recovery made from super-annuation. Financial position of each individual has made recovery difficult. Case still open.
Flight sergeant.....	1963-64	2,224 (2,224)	1,508 (1,508)		716* (716)	
Pay accounts officer.....	1963-64	176 (176)			176* (176)	
Private.....	1963-64	2,638 (2,638)	2,413 (2,413)		225 (225)	Efforts to trace man have been unsuccessful. Debt to be processed for deletion in 1966-67.
Employee.....	1958-59	2,472 (2,472)			2,472* (2,472)	
Personnel—RCAF.....	1958-59	40,000 (40,000)			40,000* (40,000)	
LACs and civilians.....	1959-60	2,953 (2,953)	1,698 (1,698)		1,255* (1,255)	
Personnel—army.....	1960-61	4,401 (4,401)	4,401 (1,889)		(2,512)	Banks responsible for cashing cheques have reimbursed the Receiver General.
Naval radio station.....	1962-63	23,248 (23,248)			23,248* (23,248)	
Personnel—RCAF.....	1960-61	40,544 (40,544)	8,939 (8,939)		31,605 (31,605)	The department still waiting for an opinion from the Department of Justice.
Civilians.....	1961-62	2,990 (2,990)	598 (598)		2,392* (2,392)	
Captain and Lieutenant.....	1962-63	157 (157)	50 (50)		107* (107)	

ADJUSTMENTS IN CASES REPORTED IN PREVIOUS YEARS—Concluded

(Figures in brackets indicate amounts previously reported—Nil adjustments are included to record cases requiring further action—Concluded)

Department and position	Year last reported	Amount of loss	Amount recovered	Net charge to account	Amount outstanding	Particulars
National Revenue		\$	\$	\$	\$	
Customs and excise officer...	1964-65	469 (469)	469		(469)	Recovered from superannuation.
Northern Affairs and National Resources						
Clerk.....	1964-65	5,508 (5,508)	4,717 (2,133)	791		Net loss of \$791 authorized as charge to account on March 31, 1966. No further recovery to be made.
Clerk.....	1963-64	709 (88)	709		(88)	Recovered from superannuation.
Public Works						
Employees.....	1964-65	77,243 (77,243)	16,031 (15,981)		61,212 (61,262)	Irregularities in connection with minor river cleaning, wharf repair and construction projects in years 1955 to 1960. Cases still open.
Royal Canadian Mounted Police						
Officer.....	1963-64	470 (470)			470* (470)	
Officer.....	1963-64	912 (912)			912* (912)	
Transport						
Shift foreman.....	1962-63	740 (740)	555 (530)		185 (210)	Offer accepted by the Department of Justice in February 1966 to settle at rate of \$25 per month.
Telegraph agent.....	1963-64	2,121 (2,121)	2,121 (1,979)		(142)	Recovered in full in January 1965.
Unemployment Insurance Commission						
Enforcement officer.....	1964-65	770 (450)	770		(450)	Recovered from superannuation.
Enforcement officer.....	1963-64	270 (270)	270		(270)	Recovered from superannuation.
Employee.....	1963-64	1,261 (1,261)	1,261		(1,261)	Recovered from superannuation.
Clerk.....	1954-55	1,691 (1,691)	167 (167)		1,524* (1,524)	
Persons unknown.....	1959-60	100 (100)			100* (100)	
		257,000 (255,944)	56,720 (46,676)	13,043 (12,063)	187,237 (197,205)	
Net differences due to changes in amounts previously reported.....		1,056	10,044	980		-9,968

LOSSES OCCURRING WITHIN THE FISCAL YEAR AND RECOVERED IN FULL

<u>Department</u>	<u>Number of cases</u>	<u>Amount</u>
		\$
National Capital Commission.....	1	12,169
National Revenue—Customs and Excise.....	12	2,196
Trade and Commerce.....	1	703
Unemployment Insurance Commission.....	2	417
	<u>16</u>	<u>15,485</u>

OTHER LOSSES

Department and position	Amount of loss	Amount recovered	Net charge to account	Amount outstanding	Particulars
	\$	\$	\$	\$	
External Affairs—Locally engaged employee.....	41	12	29		Theft of salary cheque. Employee dismissed. Prosecution waived.
National Defence—Petty Officer.....	2,932		2,932		Misappropriation of public funds by forging signatures on imprest account cheques—steps being taken to recover.
National Revenue—Customs and Excise Officer.....	6,595	1,895	4,700		Misappropriation of Crown and other funds.
Officer.....	64			64	Misappropriation of Crown and other funds; complete recovery in 1966-67.
National Revenue—Taxation-Payroll auditor.....	328	203		125	Misappropriation of employee tax deductions and individual account remittances. Balance recovered in 1966-67 following dismissal of employee.
Secretary of State—National Museum—Employee.	553		553		Defalcation. Employee now deceased.
	10,513	2,110	8,214	189	

POST OFFICE DEPARTMENT

NOTE.—Unrecovered losses of the Post Office Department arising from defalcations are charged to the post office guarantee fund.

SUMMARY

	Number of cases in 1965-66	Amount of loss	Amount recovered in 1965-66	Net charge to fund in 1965-66	Amount out- standing
		\$	\$	\$	\$
Amounts previously reported out- standing March 31st 1965.....		63,375			63,375
Net difference due to changes.....		3,132 66,507	27,674 27,674	10,220 10,220	-34,762 28,613
Amounts reported in 1965-66					
Losses recovered in full.....	69	39,361	39,361		
Other losses.....	24	21,228	8,054		13,174
	93	60,589	47,415		13,174
	93	127,096	75,089	10,220	41,787

Details are shown on the following pages.

POST OFFICE DEPARTMENT
ADJUSTMENTS IN CASES REPORTED IN PREVIOUS YEARS
 (figures in brackets indicate amounts previously reported)

Responsible employee	Year last reported	Amount of loss	Net charge to post office guarantee fund		Amount outstanding at March 31, 1966	Particulars
			\$	\$		
Postmaster.....	(1964-65)	2,244 (2,244)	988 (784)	1,256 (1,460)		Conversion of official funds. Postmaster imprisoned. Regular payments being received.
Postmaster.....	(1964-65)	2,052 (2,052)	806 (786)	1,246 (1,266)		Proceeds from C.O.D. parcels not remitted to senders. Postmaster imprisoned. Intermittent payments being received.
Postmaster.....	(1964-65)	381 (381)	258 (236)	123 (145)		Conversion of official funds. Postmaster dismissed. No legal action taken pending possible restitution. Intermittent payments being received.
Postmaster.....	(1964-65)	3,173 (3,173)	1,168 (1,154)	2,005 (2,019)		Misappropriation of post office funds. Postmaster dismissed, prosecuted and fined \$300 or three months imprisonment. Ordered to pay compensation of \$1,000 to Post Office Department. Periodic payments being received.
Postmaster.....	(1964-65)	1,166 (1,166)	920 (860)	246 (306)		Conversion of official funds to own use. Ex-postmaster's financial situation poor. Fairly regular payments being received.
Postmaster.....	(1964-65)	2,821 (2,821)	2,648 (2,618)	173 (203)		Conversion of official funds. Postmaster dismissed. Intermittent payments being received.
Postmaster.....	(1964-65)	2,733 (2,733)	394 (384)	2,339 (2,349)		Conversion of official funds. Postmaster dismissed. Intermittent payments being received.
Postmaster.....	(1964-65)	2,101 (2,101)	1,174 (1,134)	927 (967)		Conversion of official funds. Dismissed, prosecuted and put under suspended sentence. Intermittent payments being received.
Postmaster.....	(1964-65)	1,402 (1,402)	843 (823)	559 (579)		Conversion of post office funds. Dismissed, prosecuted and given a suspended sentence. Intermittent payments being received.

Postmaster.....	1,734 (1,734)	(1964-65)	1,734 (961)	(773)	Conversion of official funds. Postmaster dismissed and prosecuted. Restitution in full.
Postmaster.....	1,872 (1,872)	(1964-65)	698 (628)	1,174 (1,244)	Conversion of official funds. Postmaster dismissed but insufficient evidence to warrant prosecution. Intermittent payments being received.
Postmaster.....	3,116 (3,116)	(1964-65)	2,872 (2,622)	244 (494)	Falsification of documents and withholding C.O.D. remittances. Postmaster dismissed. Fairly regular payments being received.
Postmaster.....	1,313 (1,313)	(1964-65)	780 (700)	533 (613)	Conversion of official funds. Ex-postmaster's financial situation is poor. Fairly regular payments being received.
Postmaster.....	1,098 (1,098)	(1964-65)	735 (655)	363 (443)	Ex-postmaster originally considered destitute. Intermittent payments being received.
Postmaster.....	1,843 (1,843)	(1964-65)	1,733 (1,603)	110 (240)	Failure to remit proceeds from C.O.D. parcels. Post office transferred. Prosecution not undertaken. Regular payments being received.
Postmaster.....	1,500 (1,500)	(1964-65)	615 (545)	885 (955)	Shortage of \$1,500 which the postmaster claimed was remitted. Postmaster released. Intermittent payments being received.
Postmaster.....	1,684 (1,684)	(1964-65)	1,190 (940)	494 (744)	Conversion of official funds. Postmaster fined. Regular monthly payments being received.
Postmaster.....	2,337 (2,337)	(1964-65)	1,885 (1,795)	452 (542)	Conversion of official funds. Postmaster sentenced to fine or imprisonment. Fairly regular payments being received.
Postmaster.....	551 (551)	(1964-65)	547 (487)	4 (64)	Conversion of official funds. Dismissed and prosecuted. Restitution in full received in April 1966.
Postmaster.....	1,368 (1,368)	(1964-65)	179 (174)	1,189 (1,194)	Conversion of C.O.D. funds. Postmaster dismissed. Ex-postmaster in poor financial situation. Occasional payments being received.
Postmaster.....	4,097 (4,097)	(1964-65)	308 (213)	3,789 (3,884)	Postmaster committed arson to cover a shortage in C.O.D. funds. She was charged and placed on suspended sentence pending restitution. Intermittent payments being received.
Postmaster.....	239 (239)	(1964-65)	177 (161)	62 (78)	Proceeds from C.O.D. parcels not remitted to senders. Dismissed. Regular payments being received.

PUBLIC ACCOUNTS, 1965-66

Responsible employee	Year last reported	Amount of loss	Amounts recovered	Net charge to post office guarantee fund		Amount outstanding at March 31, 1966	Particulars
				\$	\$	\$	
Postmaster.....	(1964-65)	2,412 (2,412)	1,450 (1,430)	962 (982)			Shortage disclosed at time of inspection. Postmaster dismissed. Irregular payments being received.
Postmaster.....	(1964-65)	2,424 (2,424)	2,048 (1,798)	376 (626)			Conversion of C.O.D. funds. Dismissed, prosecuted and sentenced to imprisonment. Inter-mittent payments being received.
Postmaster.....	(1964-65)	7,017 (7,017)	3,656 (3,566)	3,361 (3,451)			Conversion of C.O.D. funds. Dismissed, prosecuted and given a suspended sentence. Inter-mittent payments being received.
Postmaster.....	(1964-65)	6,446 (6,446)	6,446 (5,915)	(531)			Postmaster held responsible for the misappropriation of funds. Dismissed from office. He was prosecuted and acquitted. Restitution in full received.
Parcel post couriers and postal employee.....	(1964-65)	6,243 (6,243)	6,163 (5,993)	80 (250)			Parcel post couriers and postal employee held responsible for obtaining money under false pretences and with conspiring to defraud. These employees were charged, eight were convicted and six acquitted. Inter-mittent payments being received.
Postmaster.....	(1964-65)	2,683 (2,683)	885 (845)	1,798 (1,838)			Postmaster withheld C.O.D. remittances. She was prosecuted and given a twelve months' sentence, and ordered to make restitution. Inter-mittent payments being received.
Postmaster.....	(1964-65)	4,280 (4,280)	4,179 (4,129)	101 (151)			Shortage caused by misappropriation of post office funds. Postmaster and assistant dismissed. Institution of criminal proceedings was allowed to stand because of difficulty in placing responsibility for shortage. Irregular payments being received.
Postmaster.....	(1964-65)	2,943 (2,943)	2,027 (1,927)	916 (1,016)			Conversion of post office funds. Postmaster dismissed. He was prosecuted and received a suspended sentence. Irregular payments being received.

STATEMENTS REQUIRED BY FINANCIAL ADMINISTRATION ACT

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Postmaster.....	823 (823)	408 (388)	415 (435)	Postmaster held responsible for C.O.D. remittances withheld. Dismissed. Prosecution was allowed to stand due to insufficient evidence. Inter-mittent payments being received.
Postmaster.....	2,938 (2,938)	1,716 (1,621)	1,222 (1,317)	Conversion of post office funds. Dismissed. No legal action was taken against her because of her age (18 years). Fairly regular payments received.
Postmaster.....	2,210 (2,210)	1,353 (1,028)	857 (1,182)	Postmaster held responsible for withholding C.O.D. remittances and conversion of post office funds. Dismissed from office. Regular payments being received.
Postmaster.....	399 (399)	399 (340)	(59)	Postmaster held responsible for C.O.D. remittances withheld. Dismissed from office. Restitution in full received.
Postmaster and assistant..	4,240 (4,240)	3,806 (3,326)	434 (914)	Postmaster and assistant held responsible for the manipulation of post office funds. Both dismissed, prosecuted and found guilty. Monthly deductions of \$40 being made from pension.
Postmaster.....	2,411 (2,411)	1,857 (1,762)	554 (649)	Conversion of post office funds. Dismissed, prosecuted, found guilty and fined \$150 or two months in jail. He was ordered by the court to make restitution in full. Fairly regular payments being received.
Postmaster.....	8,025 (8,025)	240 (120)	7,785 (7,905)	Conversion of post office funds. Dismissed, prosecuted and ordered to make restitution in full. She was placed on suspended sentence for two years. Postmaster was destitute and the full amount was withdrawn from the fund in 1962-63. Fairly regular payments now being received.
Postmaster.....	1,759 (1,750)	110 (101)	1,640 (1,649)	Conversion of post office funds. Dismissed, prosecuted and sentenced to six months imprisonment. Irregular payments being received.
Postmaster.....	2,621 (2,621)	2,621 (2,539)	(82)	Postmaster committed arson to cover up a shortage caused by conversion of postal funds to his own use. He was dismissed, prosecuted and sentenced to two years in prison. Restitution in full received.
Postmaster.....	736 (736)	331 (321)	405 (415)	Shortage disclosed on inspection. Postmaster denied conversion of post office funds. Post office transferred. Irregular payments being received.

Responsible employee	Year last reported	Amount of loss		Amounts recovered	Net charge to post office guarantee fund		Amount outstanding at March 31, 1966	Particulars
		\$			\$	\$		
Postmaster.....	(1964-65)	571 (571)	348 (328)	223 (243)	Postmaster held responsible for C.O.D. remittances withheld. Dismissed. She and her husband signed a statement promising to repay amount owed. Irregular payments being received.			
Postmaster.....	(1964-65)	3,477 (3,477)	742 (597)	2,735 (2,880)	Conversion of post office funds. Prosecuted and sentenced to six months in prison. Irregular payments being received.			
Postmaster.....	(1964-65)	860 (860)	583 (561)	277 (299)	Postmaster held responsible for C.O.D. remittances withheld. Dismissed. Legal action not taken because of the poor financial condition of the debtor. Intermittent payments being received.			
Postmaster.....	(1964-65)	2,747 (2,747)	2,268 (1,668)	479 (1,079)	Conversion of post office funds. Dismissed, prosecuted and Order of Compensation obtained. Regular monthly payments received.			
Postmaster.....	(1964-65)	1,195 (1,195)	970 (890)	225 (305)	Postmaster held responsible for C.O.D. remittances withheld. Dismissed. Prosecution allowed to stand. Intermittent payments being received.			
Postmaster.....	(1964-65)	1,794 (1,794)	670 (590)	1,124 (1,204)	Conversion of post office funds. Dismissed. Prosecution allowed to stand. Intermittent payments being received.			
Postmaster.....	(1964-65)	8,274 (8,274)	2,127 (1,827)	6,147 (6,447)	Postmaster held responsible for C.O.D. remittances withheld. Dismissed, prosecuted and sentenced to prison. Order of Compensation was filed. Fairly regular payments being received.			
Postmaster.....	(1963-64)	862 (862)	377 (354)	485 (508)	Postmaster held responsible for C.O.D. remittances withheld. Dismissed. Prosecution allowed to stand. Irregular payments being received.			

Postmaster.....	563 (563)	377 (371)	186 (192)	Postmaster delivered C.O.D.'s before receiving payment for them. Dismissed. Prosecution allowed to stand. Irregular payments being received.
Postmaster.....	522 (522)	252 (52)	270 (470)	Postmaster held responsible for converting public monies to his own use. Dismissed. Post dated cheque for balance received, date 1st August 1966.
Postmaster.....	244 (244)	160 (145)	84	Postmaster held responsible for shortage although in a signed affidavit she claimed that she was unaware a shortage existed and resigned from office. Prosecution held in abeyance pending restitution in full. Balance due withdrawn from post office guarantee fund because case outstanding for more than five years.
Postmaster.....	539 (539)	116 (101)	423	Postmaster held responsible for financial irregularities causing a shortage due to carelessness. Resigned. Prosecution allowed to stand. Balance due withdrawn from post office guarantee fund because case outstanding for more than five years.
Postmaster.....	2,166 (2,166)	1,087 (973)	1,079	Postmaster held responsible for falsification of accounts and failure to deposit. Dismissed, prosecuted and sentenced to three months in jail and ordered to make restitution in full. Balance due withdrawn from post office guarantee fund because case outstanding for more than five years.
Postmaster.....	1,867 (1,867)	1,417 (1,316)	450	Conversion of post office funds and falsification of records. Dismissed, prosecuted and given two years suspended sentence. Balance due withdrawn from post office guarantee fund because case outstanding for more than five years.
Postmaster.....	1,435 (1,435)	1,078 (778)	357	Postmaster held responsible for shortage in C.O.D. funds. Dismissed. Monthly deductions of \$25 received from old age pension. Balance due withdrawn from post office guarantee fund because case outstanding for more than five years.
Postmaster.....	1,367 (1,367)	561 (541)	806	Postmaster held responsible for financial irregularities in the accounts. Resigned. No legal action. Balance due withdrawn from post office guarantee fund. Efforts to collect are continuing.

PUBLIC ACCOUNTS, 1965-66

Responsible employee	Year last reported	Amount of loss	Amounts recovered	Net charge to post office guarantee fund		Amount outstanding at March 31, 1966	Particulars
				\$	\$		
Postmaster	(1964-65)	737 (737)	240 (201)	497		(536)	Shortage discovered at time of transfer. Conversion of C.O.D. funds. No legal action due to insufficient evidence. Balance due withdrawn from post office guarantee fund. Efforts to collect are continuing.
Postmaster	(1964-65)	621 (621)	188 (153)	433		(468)	Conversion of post office funds. Dismissed, prosecuted, fined and ordered to make restitution in full. Balance due withdrawn from post office guarantee fund. Efforts to collect are continuing.
Postmaster	(1964-65)	1,036 (1,036)	899 (849)	137		(187)	Postmaster held responsible for financial irregularities. Dismissed, prosecuted and granted a delay to pay his indebtedness. Balance due withdrawn from post office guarantee fund. Efforts to collect are continuing.
Postmaster	(1963-64)	41 (41)	33 (29)	8		(12)	Shortage discovered on transfer of office. Balance due withdrawn from post office guarantee fund. Efforts to collect are continuing.
Postmaster	(1964-65)	1,262 (1,262)	1,044 (1,014)	218		(248)	Postmaster held responsible for financial irregularities. Dismissed, prosecuted and fined. Balance due withdrawn from post office guarantee fund. Efforts to collect are continuing.
Postmaster	(1964-65)	750 (750)	184 (164)	566		(586)	Conversion. Postmaster dismissed, prosecuted, given a suspended sentence and ordered to make restitution to the department. Balance due withdrawn from post office guarantee fund. Efforts to collect are continuing.
Postmaster	(1964-65)	547 (547)	406 (406)	141		(141)	Conversion and falsification. Dismissed, prosecuted, convicted of conversion and ordered to make restitution of not less than \$20 a month. No collections received since March 1965. Balance due withdrawn from post office guarantee fund. Efforts to collect are continuing.

Postmaster.....	2,505 (2,505)	1,034 (999)	1,471	(1,506)	Delayed reporting money order sales. Dismissed, prosecution allowed to stand. Balance due withdrawn from post office guarantee fund. Efforts to collect are continuing.
Postmaster.....	29 (29)		29	(29)	C.O.D. payment charged as a shortage to former postmaster. In view of postmaster's poor financial situation, the case was closed. Balance due withdrawn from post office guarantee fund.
Postmaster.....	2,194 (2,194)	1,043 (1,043)	1,151	(1,151)	Falsification of accounts. Dismissed, prosecuted and sentenced to serve two years in the penitentiary. Former postmaster is heavily in debt, unemployed and is on county welfare. Balance due withdrawn from post office guarantee fund. Efforts to collect are continuing.
Postmaster.....	1,860 (1,860)	1,286 (1,286)	574	(574)	Conversion of post office funds. Dismissed, prosecuted, sentenced to one day in jail and \$1,000 fine. It was the Magistrate's intention that the amount of \$1,000 was to include both fine and reimbursement of shortage. Unfortunately, actual sentence was registered as fine only without reference to shortage. In view of the heavy fine, Department of Justice recommended against further efforts to collect. Balance due withdrawn from post office guarantee fund.
Assistant.....	1,360 (1,360)	40 (40)	1,320	(1,320)	Conversion of post office funds and falsification of accounts. Post office closed. Assistant prosecuted and sentenced to six months in jail. Order of Compensation obtained. The whereabouts of the former assistant were unknown until August 1965. The Department of Justice is of the opinion that he has no steady employment and that he is merely drifting. Balance due withdrawn from post office guarantee fund. Case held in abeyance for one year.
Assistant.....	2,112 (2,112)	779 (779)	1,333	(1,333)	Assistant admitted conversion of post office funds and was dismissed. He was prosecuted and fined \$150 or six weeks in jail. Balance of fine paid in January 1966. Balance due withdrawn from post office guarantee fund. Efforts to collect are continuing.

Responsible employee	Year last reported	Amount of loss	Amounts recovered	Net charge to post office guarantee fund	Amount outstanding at March 31, 1966	Particulars
		\$	\$	\$	\$	
Postmaster.....	(1964-65)	3,697 (3,697)	504 (504)	3,193	(3,193)	Postmaster held responsible for shortage although she denied conversion. She was prosecuted and given a suspended sentence. Order for \$500 only obtained. Balance due withdrawn from post office guarantee fund. As former postmaster refused to pay balance due, the Department of Justice advised that it does not appear that if the Crown obtained judgment, it would be able to recover any amount from the former postmaster. Case closed.
Postmaster and assistant...	(1963-64)	1,308 (1,308)	154 (154)	1,154	(1,154)	Postmaster was using post office funds to conduct his business and was dismissed. Assistant admitted falsification and also dismissed. Both prosecuted and given two years suspended sentence. Order of Compensation obtained. Former postmaster unemployed and in poor health. He has twelve children and four are mentally retarded. Balance due withdrawn from post office guarantee fund.
Postmaster.....	(1963-64)	377 (377)	281 (281)	96	(96)	Postmaster falsified documents to cover up errors in accounts. Post office closed and postmaster is bankrupt. Proof of claim was filed with the Trustee in Bankruptcy. However due to insufficient funds our claim cannot be paid. Balance due withdrawn from post office guarantee fund.
Postmaster.....	(1964-65)	1,243 (1,243)	202 (202)	1,041	(1,041)	Postmaster and assistant admitted conversion of funds and falsification of official documents. Both dismissed, prosecuted and given until 3rd December 1965 to make amount good or spend three months in jail. On 8th February 1966 the judge granted an extended delay up to 16 August 1966. Balance due withdrawn from post office guarantee fund. Efforts to collect are continuing.

Postmaster.....	147 (133)	(1964-65)	26	121 (121)	(12)	Postmaster held responsible for C.O.D.'s not remitted and financial irregularities. Transferred. Balance due withdrawn from post office guarantee fund as the postmaster refused to pay the amount of the shortage and as it has not been possible to prove that he actually is responsible, the case was closed.
Postmaster.....	586 (586)	(1964-65)	44	542 (542)	(44)	C.O.D.'s not remitted for, found subsequent to transfer. Postmaster over seventy and destitute. Balance due withdrawn from post office guarantee fund. Case closed.
Postmaster and assistant...	4,120 (4,120)	(1964-65)		1,482 (1,122)		Assistant held responsible for financial irregularities in the accounts. Postmaster and assistant dismissed. Prosecution allowed to stand. Regular payments being received.
Postmaster.....	1,197 (1,197)	(1964-65)		971 (881)	226 (316)	Conversion of funds. Dismissed. No prosecution. Fairly regular payments being received.
Postmaster.....	1,580 (1,580)	(1964-65)		794 (606)	786 (974)	Shortage discovered at time of inspection. Conversion of funds. Dismissed, prosecuted and given 2 years suspended sentence. Payments being received.
Postmaster.....	171 (171)	(1964-65)		104 (81)	67 (90)	Postmaster held responsible for financial irregularities. Dismissed. Prosecution allowed to stand. Irregular payment being received.
Postmaster.....	588 (588)	(1964-65)		208 (68)	380 (520)	Postmaster admitted conversion of post office funds. He was dismissed, prosecuted and sentenced to three months imprisonment. Payments are being received.
Postmaster.....	138 (138)	(1963-64)		62 (51)	76 (87)	Conversion of post office funds. Dismissed. Prosecution allowed to stand. Irregular payments being received.
Postmaster.....	832 (832)	(1964-65)		773 (641)	59 (191)	Conversion of funds. Post office transferred. No legal action due to insufficient evidence. Regular payments being received.
Postmaster and assistant...	4,479 (4,479)	(1964-65)		2,431 (2,361)	2,048 (2,118)	Postmaster and assistant converted post office funds for personal use. Dismissed. Both prosecuted but case dismissed. Payments being received.

Responsible employee	Year last reported	Amount of loss	Amounts recovered	Net charge to post office guarantee fund		Amount outstanding at March 31, 1966	Particulars
				\$	\$	\$	
Postmaster.....	(1964-65)	453 (453)	272 (212)			181 (241)	Postmaster admitted conversion of funds. Post office transferred. Prosecution allowed to stand. Payments are being received.
Postmaster and assistant...	(1964-65)	1,620 (1,620)	1,153 (731)			467 (389)	Postmaster and assistant converted post office funds to their own use. Dismissed, prosecuted and sentenced to a fine of \$200 or 1 month in prison. Order of Compensation issued. Attempts being made to recover amount.
Postmaster.....	(1964-65)	4,239 (4,239)	2,383 (2,083)			1,856 (2,156)	Falsification of accounts. Dismissed, prosecuted and ordered to make full restitution. Regular payments being received.
Postmaster.....	(1964-65)	534 (534)	323 (198)			211 (336)	Conversion of post office funds. Dismissed, prosecuted and given a suspended sentence, placed under \$500 bond for good behaviour for 2 years. Ordered to pay \$50 monthly. Irregular payments being received.
Postmaster.....	(1964-65)	470 (470)	338 (278)			132 (192)	Conversion of post office funds. Dismissed, prosecution allowed to stand. Regular payments being received.
Assistant.....	(1964-65)	434 (434)	131 (61)			303 (373)	Conversion of post office funds. Dismissed. Prosecution allowed to stand. Fairly regular payments being received.
Postal clerk.....	(1964-65)	515 (515)	481 (40)			34 (475)	One envelope containing C.O.D. remittances could not be located. The postal clerk is being held responsible. Balance recovered in full in April 1966.
Postmaster.....	(1964-65)	975 (975)	640 (110)			335 (365)	Conversion of funds. Dismissed, prosecuted and given 2 year suspended sentence. Ordered to pay balance at rate of \$50 monthly. Regular payments being received.
Postmaster.....	(1964-65)	723 (723)	388 (363)			335 (360)	Conversion of funds. Post office transferred. Prosecution allowed to stand. Attempts being made to recover amount.

STATEMENTS REQUIRED BY FINANCIAL ADMINISTRATION ACT

46-45

Postmaster.....	1,687 (1,687)	408 (123)	1,279 (1,564)	Conversion of funds and falsification of records. Dismissed, prosecuted and given a suspended sentence. Order of Compensation issued. Regular payments being received.
Postmaster.....	173 (173)	120 (60)	53 (113)	Shortage disclosed on inspection. Denied conversion. Post office closed. No legal action. Former postmaster now bankrupt. Proof of claim being filed with trustee.
Postmaster.....	228 (228)	200 (125)	28 (103)	Conversion of funds. Post office transferred. Prosecution allowed to stand. Payments being received.
Postmaster.....	1,332 (1,332)	910 (660)	422 (672)	Conversion of funds and falsification of accounts. Dismissed, prosecuted and received 12 months suspended sentence and given 9 months to pay balance of shortage. Attempts are being made to recover amount.
Postmaster.....	321 (292)	224 (144)	97 (148)	Conversion of funds and falsification of accounts. Post office closed. Prosecution allowed to stand. Intermittent payments being received.
Postmaster.....	1,826 (1,826)	790 (62)	1,036 (1,764)	Conversion of C.O.D. funds. Post office transferred. Prosecuted, fined \$250 or 3 months in prison. Ordered to make full restitution. Efforts to collect are continuing.
Postmaster.....	934 (934)	399 (124)	535 (810)	Conversion of funds and falsification of records. Dismissed, prosecuted and found not guilty. Regular monthly payments being received.
Postmaster.....	761 (534)	301	460 (534)	Postmaster denied conversion of post office funds, C.O.D. remittances delayed. Removed from office. No prosecution. Intermittent payments being received.
Postmaster.....	2,186 (780)	503	1,683 (780)	Postmaster held responsible for shortage although she denied conversion of funds. Post office closed. Prosecution allowed to stand. Attempts being made to recover amount.
Postal clerk.....	362 (323)	75	287 (323)	Conversion of C.O.D. funds. Dismissed, prosecuted and sentenced to six months in jail. Payments being received.
Postmaster and assistant...	2,263 (1,886)	908 (267)	1,355 (1,619)	Postmaster held responsible for shortage although he and assistant denied conversion. Postmaster dismissed. Prosecution allowed to stand. Regular monthly payments of \$50 being received.

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Responsible employee	Year last reported	Amount of loss	Net charge to post office guarantee fund		Amount outstanding at March 31, 1966	Particulars
			\$	\$		
Postmaster and assistant...	(1964-65)	6,830 (6,169)	1,013		5,817 (6,169)	Conversion of funds and falsification of accounts. Postmaster dismissed. Assistant prosecuted, fined \$500 or six months in prison. Payments of \$100 monthly being received.
Assistant.....	(1964-65)	9,398 (9,398)	6,470		2,928 (9,398)	Conversion of funds. Postmaster issued money orders payable to self from fictitious remitters. Prosecution pending. Efforts will be made to collect outstanding amount.
Postmaster.....	(1964-65)	1,536 (1,536)	1,536 (592)		(944)	Conversion of funds. Post office transferred. Prosecuted, placed on suspended sentence for six months. Ordered to make restitution within six months. Balance recovered in full.
Postmaster.....	(1964-65)	590 (590)	590 (554)		(36)	Conversion of funds. Post office transferred. Postmaster prosecuted. Sentence postponed pending collection of outstanding amount. Balance recovered in full.
Postmaster.....	(1964-65)	1,059 (1,059)	1,059 (973)		(86)	Conversion of funds and falsification of accounts. Dismissed. Prosecution pending. Balance recovered in full.
Postal clerk.....	(1964-65)	52 (52)	52		(52)	Conversion of C.O.D. funds, suspended from duty. Prosecution allowed to stand. Balance recovered in full.
Postmaster.....	(1964-65)	154 (154)	154 (136)		(18)	Conversion of funds. Postmaster dismissed. Prosecution allowed to stand. Balance recovered in full.
Postmaster.....	(1964-65)	1,252 (1,252)	1,252		(1,252)	Conversion of funds. Post office closed. Prosecuted, fined \$25. Balance recovered in full.
Postal clerk.....	(1964-65)	53 (53)	53 (42)		(11)	Conversion of C.O.D. funds. Relieved of duty. Prosecution allowed to stand. Balance recovered in full.

STATEMENTS REQUIRED BY FINANCIAL ADMINISTRATION ACT

46-47

Postmaster and assistant...	372 (372)	(1964-65)	372 (338)	(34)	Conversion of funds and falsification of accounts. Post office transferred. Postmaster and assistant prosecuted and both fined \$350 or spend three months in jail. Balance recovered in full.
Postmaster.....	43 (43)	(1964-65)	43 (38)	(5)	Postmaster held responsible for C.O.D. remittances withheld. Dismissed. Balance recovered in full.
Assistant.....	1,271 (1,271)	(1964-65)	1,271 (758)	(513)	Conversion of funds. Dismissed, prosecuted and placed on probation of 24 months on condition she make full restitution. Balance recovered in full.
Postmaster.....	347 (347)	(1964-65)	347 (299)	(48)	Shortage due to poor management and carelessness. Post office transferred. No legal action. Balance recovered in full.
Postmaster.....	188 (188)	(1964-65)	188 (132)	(56)	Postmaster held responsible for shortage in her accounts although she denied conversion of funds. Dismissed. Prosecution allowed to stand. Balance recovered in full.
Postmaster.....	882 (882)	(1964-65)	882 (596)	(286)	Conversion of funds and falsification of accounts. Post office transferred. Prosecuted, sentenced to \$500 fine or four months in jail. Balance recovered in full.
Postal employee and courier	19 (19)	(1964-65)	19	(19)	C.O.D. not remitted for, station manager and truck driver held responsible. Balance recovered in full.
Postmaster.....	572 (572)	(1964-65)	572 (511)	(61)	Conversion of funds. Postmaster dismissed. Prosecution held in abeyance pending restitution in full. Balance recovered in full.
Postmaster.....	450 (450)	(1964-65)	450 (406)	(44)	Conversion of funds. Dismissed. Prosecution allowed to stand. Balance recovered in full.
Postmaster.....	597 (597)	(1964-65)	597 (111)	(486)	Conversion of funds. Dismissed, prosecuted. Fined \$25. Balance recovered in full.
Postmaster.....	2,230 (2,217)	(1964-65)	2,230 (2,158)	(59)	Conversion of C.O.D. funds. Post office transferred. Prosecuted and given two years suspended sentence. Balance recovered in full.

Responsible employee	Year last reported	Amount of loss		Amounts recovered	Net charge to post office guarantee fund		Amount outstanding at March 31, 1966	Particulars
		\$	\$	\$	\$	\$	\$	
Postmaster and assistant...	(1964-65)	1,818 (1,818)	1,818 (603)				(1,215)	Conversion of funds. Postmaster dismissed. Assistant prosecuted and fined \$150 or two months in jail. Balance recovered in full.
Postmaster.....	(1964-65)	178 (205)	178				(205)	Postmaster denied conversion but admitted falsification of records. Post office transferred. No legal action. Balance recovered in full.
Postal clerk.....	(1964-65)	106 (118)	106 (28)				(90)	Shortage disclosed on inspection. Denied conversion. No legal action. Balance recovered in full.
Postmaster.....	(1964-65)	860 (860)	860 (790)				(70)	Conversion of C.O.D. funds. Dismissed, prosecuted and sentenced to six months in penitentiary. Balance recovered in full.
Postmaster.....	(1964-65)	1,151 (746)	1,151 (33)				(713)	Postmaster held responsible for numerous financial irregularities caused by inexperienced employees. Post office transferred May 1965. Balance recovered in full.
Net difference due to change in amounts previously reported.....		219,470 (216,838)	125,495 (97,821)	67,861 (57,641)	26,114 (60,876)	34,762		

STATEMENTS REQUIRED BY FINANCIAL ADMINISTRATION ACT

46-49

Responsible employee	Amount of loss	Recovered	Amount outstanding	Particulars
	\$	\$	\$	
Postmaster.....	503	25	478	Postmaster issued money orders on his own behalf without placing funds in till to cover. Dismissed. Prosecution allowed to stand. Attempts will be made to recover amount.
Postmaster.....	600	570	30	Postmaster held responsible for shortage although he denied conversion. Post office transferred. Balance recovered in full in April 1966.
Postmaster.....	1,611	160	1,451	Shortage disclosed on inspection which was carried out following a robbery. Postmaster held responsible for shortage because of his carelessness. \$50 monthly being deducted from his salary.
Postmaster.....	1,186	107	1,079	Conversion of funds and falsification of records. Post office transferred. Prosecution pending. Attempts will be made to recover amount outstanding.
Postmaster.....	874	846	28	Conversion of funds. Dismissed. Prosecution allowed to stand. Efforts to collect are continuing.
Postmaster.....	58	40	18	Shortage disclosed on inspection. Postmaster denied conversion. Amount recovered in full in April 1966.
Postmaster.....	419	282	137	Shortage disclosed at time of inspection which was made because of death of postmaster. Attempts being made to recover amount from late postmaster's wife and his brother.
Postmaster.....	1,216	31	1,185	Conversion of funds and falsification of records. Post office closed. Prosecution pending. Attempts will be made to recover amount.
Postmaster.....	1,631	1,299	332	C.O.D. shortage found subsequent to transfer of office. Conversion. Prosecuted and sentenced to \$100 fine plus expenses. Given 1 month to pay fine and shortage or serve 3 months in jail. Efforts to collect are continuing.
Postmaster.....	646	195	451	Shortage disclosed as result of audit at Headquarters re robbery. Postmaster denied conversion although there was evidence of falsification. No prosecution. Regular payments received.
Postmaster.....	1,135	238	897	Conversion of funds. Dismissed. Prosecution pending. Attempts will be made to recover amount.
Postmaster.....	1,255		1,255	Conversion of funds and falsification of accounts. Relieved of duty and post office closed. Still under investigation.

OTHER LOSSES—Concluded

Responsible employee	Amount of loss	Recovered	Amount outstanding	Particulars
	\$	\$	\$	
Postmaster.....	480	173	307	Postmaster held responsible for shortage although he denied conversion. Post office closed. Prosecution allowed to stand. Regular payments being received.
Postmaster.....	1,270		1,270	Conversion of funds and falsification of accounts. Post office transferred. Prosecution pending. Attempts will be made to recover amount.
Postmaster.....	303	201	102	Postmaster held responsible for shortage believed due to carelessness on part of assistant. Post office closed. Balance recovered in full in April 1966.
Postmaster.....	488		488	Conversion of funds and falsification of accounts. Post office transferred. Prosecution allowed to stand. Balance to be recovered from postmaster's superannuation credit.
Postmaster.....	905		905	Conversion of funds and falsification of accounts. Case still under investigation. Efforts will be made to recover amount.
Postmaster.....	494	269	225	Conversion of funds and falsification of records. Post office closed. Dismissed. Prosecution pending. Efforts will be made to recover amount.
Postmaster.....	794	501	293	Postmaster held responsible for financial irregularities in her accounts. Post office closed. Amount recovered in full in April 1966.
Postmaster.....	148		148	Postmaster held responsible for financial irregularities in her accounts. Balance to be recovered by deductions of \$25 monthly from her salary.
Postmaster.....	1,869		1,869	Postmaster held responsible for financial irregularities in the accounts. Post office closed. Case still under investigation. Attempts will be made to recover amount.
Postmaster.....	1,033	887	146	Postmaster admitted conversion of funds and falsification of accounts. Post office transferred. Prosecution allowed to stand. Efforts being made to recover amount.
Postmaster.....	2,031	2,030	1	Conversion of funds and falsification of accounts. Post office closed. Dismissed. Prosecution pending.
Postmaster.....	279	200	79	Conversion of funds. Post office transferred. Prosecution pending. Efforts will be made to collect amount.
	21,228	8,054	13,174	

1965-66
PUBLIC ACCOUNTS

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MISCELLANEOUS STATEMENTS

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EDUCATIONAL LEAVE COSTS GRANTED UNDER SECTION 73 OF THE CIVIL SERVICE REGULATIONS

Department	No. of employees	Total allowances	Travel expenses	Living expenses	Tuition and other fees	Book allowances	Other expenses	Total
		\$	\$	\$	\$	\$	\$	\$
Agriculture.....	25	68,103						68,103
Civil Service Commission.....	1	7,091	1,860				1,609	10,560
Finance.....	1	6,652						6,652
Fisheries.....	5	5,912						5,912
Forestry.....	23	40,351						40,351
Labour.....	2	4,784						4,784
Mines and Technical Surveys.....	32	47,927						47,927
National Defence.....	27	75,871	1,455		5,550			82,876
National Health and Welfare.....	62	145,780	5,881	57,750	23,699	400		233,510
Northern Affairs and National Resources.....	15	23,613	2,200					25,813
Public Works.....	2	3,475						3,475
Secretary of State.....	2	5,504						5,504
Solicitor General.....	3	7,437			2,256			9,693
Trade and Commerce.....	4	4,926						4,926
Transport.....	11	24,643						24,643
Veterans Affairs.....	75	12,631	2,139	4,264	6,562	330	238	26,164
Totals.....	290	484,700	13,535	62,014	38,067	730	1,847	600,893

**LOSSES DUE TO ACCIDENTAL DESTRUCTION OF, OR DAMAGE TO, ASSETS
WHICH WOULD NORMALLY BE COVERED BY INSURANCE HAD SUCH COVERAGE EXISTED**

MISCELLANEOUS STATEMENTS

47.3

Department	Buildings	Contents	Equipment	Vehicles	Miscellaneous	Total
	\$	\$	\$	\$	\$	\$
Agriculture.....	48,000			2,279		50,279
Atomic Energy of Canada Limited.....		5,000				5,000
Fisheries.....				3,000		3,000
Forestry.....				1,774		1,774
National Defence.....	333,407		3,281,911	68,116		3,683,434
National Health and Welfare.....		7,089	25			7,114
National Revenue.....				52		52
Northern Affairs and National Resources.....	60,445	58,408		22,334		141,187
Indian Affairs.....	85,050	734				85,784
Post Office.....			93		714	807
Public Works.....	450,275	97,402	1,931	11,121		560,729
Royal Canadian Mounted Police.....	9,737			13,341	14,132	37,210
Solicitor General.....			5,916	2,475		8,391
Transport.....	13,170	1,295	159,632	15,528	17,414	207,039
Totals.....	1,000,084	169,928	3,449,508	140,020	32,260	4,791,800

PUBLIC ACCOUNTS, 1965-66

REPORT OF SURPLUS MATERIAL DISPOSED OF IN 1965-66

Department or Agency	Obsolete but serviceable		Surplus but serviceable		Surplus but repairable	Scrap
	Cost	Value obtained	Cost	Value obtained		
Agriculture.....	\$ 6,501	\$ 360	\$ 20,423	\$ 2,414	\$ 1,016	\$ 152
Atomic Energy of Canada Limited.....	7,419	1,190	(1)303,536	16,177		6,789
Board of Broadcast Governors.....					26	
Canada Emergency Measures Organization.....			1,708	785	935	312
Central Mortgage and Housing Corporation.....			8,628	658	3,843	155
Citizenship and Immigration.....	(1)837	289	2,874	1,497	5,525	467
Civil Service Commission.....					509	28
Defence Production.....	4,019,998	672,053	(1)(2)14,104,068	(2)624,684	9,880	733
Canadian Arsenals Limited.....			(1)(2)544,260	(2)36,932	19,868	6,076
External Affairs.....			712	674	6,963	45
Finance.....					5,565	529
Fisheries.....	450	156	4,694	708	15,061	672
Forestry.....			1,381	388	553	35
Industry—Crown Assets Disposal Corporation.....					177	6
Insurance.....					103	
Labour.....			(3)43,401	13,099	52	
Legislation—House of Commons.....					649	
Mines and Technical Surveys.....	966	964	71,203	5,075	13,394	1,492
National Defence.....	(1)(2)44,165,032	(2)703,827	(1)(2)38,158,991	(2)2,255,833	3,849,012	715,599
Defence Research Board.....	(1)45,356	(1)4,025	(1)(2)93,661	(2)40,301	32,085	9,876
Defence Construction (1951) Limited.....			4,586	991	180	
National Film Board.....	7,026	3,888	(1)11,840	1,628	559	3,075
National Health and Welfare.....	15,931	3,449	(3)102,256	11,013	3,293	4,352
National Research Council.....	122	30	51,161	8,774	8,058	
National Revenue.....	57,352	5,591	138,570	26,950	2,308	261
Northern Affairs and National Resources.....	14,944	179	24,682	1,159	587	5,065
Post Office.....			119,632	34,937	2,458	835
Public Printing and Stationery.....	272,209	26,316	(1)407,985	60,493	6,522	10,578
Public Works.....	11,952	862	(1)41,668	9,666	142,343	12,428
Royal Canadian Mounted Police.....	1,080	112	750	150	361,527	10,843
Secretary of State.....	3,353	437			371	
Solicitor General—Correctional services.....			25,762	4,986	9,397	7,031
Trade and Commerce.....			34,575	11,938	11,253	272
Dominion Bureau of Statistics.....					54,462	34,218
Transport.....	123,467	9,332	(1)446,612	52,917	68	
Board of Transport Commissioners.....					149	
Air Transport Board.....						
The St. Lawrence Seaway Authority.....	2,856	537	158,266	29,850	47,219	5,964
Unemployment Insurance Commission.....	4,045	1,385	55,126	6,893	2,191	554
Veterans Affairs.....					14,892	7,202
Totals.....	48,760,896	1,434,982	54,983,011	3,261,570	4,633,651	846,244

- (1) Included in these amounts is materiel of which Crown Assets Disposal Corporation has authorized the destruction: Agriculture \$350, Atomic Energy of Canada Limited \$129,454, Canadian Arsenals Limited \$2,103, Citizenship and Immigration \$207, Defence Production \$28, National Defence (obsolete but serviceable) \$1,071,875, National Defence (surplus but serviceable) \$1,990,126, Defence Research Board (obsolete but serviceable) \$6,043, Defence Research Board (surplus but serviceable) \$37, National Health and Welfare \$15, Public Works \$73, Royal Canadian Mounted Police \$65 and Transport \$330.
- (2) Included in these amounts is materiel which was reclassified by Crown Assets Disposal Corporation as scrap and sold: Defence Production \$2,988 sold for \$18, Canadian Arsenals Limited \$415,512 sold for \$8,375, National Defence (obsolete but serviceable) \$13,205,739 sold for \$38,673, National Defence (surplus but serviceable) \$10,585,546 sold for \$34,940, Defence Research Board (obsolete but serviceable) \$960 sold for \$35, Defence Research Board (surplus but serviceable) \$2,464 sold for \$25.
- (3) Included in these totals are amounts relating to surpluses disposed of, without charge, under authority of section 5(d) of the Surplus Crown Assets Act: Labour \$25,002, National Defence \$31,365, National Research Council \$1,300.

**SUMMARY OF ACCOUNTS PROPERLY CHARGEABLE TO THE FISCAL YEAR 1965-66
BUT CARRIED OVER TO THE FISCAL YEAR 1966-67**

Department	Vote no.	Insufficient funds	Other reasons			Total
			A ⁽¹⁾	B ⁽²⁾	C ⁽³⁾	
		\$	\$	\$	\$	\$
Agriculture.....	1		2,861	21,035		23,896
	5	147,480			613	148,093
	10		20,474	27,463	200	48,137
	15			2,533		2,533
	17			294,992		294,992
	20		6,062	10,152		16,214
	25		18,510	45,305		63,815
	30		4,808	6,552		11,360
	40	184,261				184,261
	45		1,475	12,819		14,294
	55		44	2,667		2,711
		331,741	54,234	423,518	813	810,306
Atlantic Development Board....	DOT110			183	720	903
Board of Broadcast Governors..	1			1,018		1,018
Civil Service Commission.....	1	1,995		15,804		17,799
Defence Production.....	1			15,834		15,834
External Affairs.....	5	113,500		7,973		121,473
Finance.....	1			16,347	7,129	23,476
	25		715	25,354		26,069
	30			190		190
	35			149	57	206
	40				42,609	42,609
	45			187		187
			715	42,227	49,795	92,737
Fisheries.....	5			4,287		4,287
	20			1,896		1,896
	25			973		973
				7,156		7,156
Forestry.....	10	682,110				682,110
	15	2,572		31,324	489	34,385
	20			6,952		6,952
		684,682		38,276	489	723,447
Governor General and Lieutenant-Governors.....	1			520	12	532
Justice.....	1		17,170	210		17,380
	15			509		509
			17,170	719		17,889
Labour.....	1	858		1,404		2,262
	10	226		82		308
	15			11		11
		1,084		1,497		2,581
Mines and Technical Surveys...	1	15,643		4,586		20,229
	5	56,673				56,673
	10	29,709		25,295		55,004
	15			9,502		9,502
	20	142,384				142,384
	25	1,643		15,609		17,252
	30	12,159				12,159
	35	1,808		3,476		5,284
	40			379		379

SUMMARY OF ACCOUNTS PROPERLY CHARGEABLE TO THE FISCAL YEAR 1965-66
BUT CARRIED OVER TO THE FISCAL YEAR 1966-67—Continued

Department	Vote no.	Insufficient funds	Other reasons			Total
			A ⁽¹⁾	B ⁽²⁾	C ⁽³⁾	
		\$	\$	\$	\$	\$
Mines and Technical Surveys— Concluded.....	45	14,481				14,481
	50	901		3,608		4,509
	55		8,599	8,216		16,815
	60	369	5,809	650		6,828
	DPW 1	17,826				17,826
	STAT			4,285,986		4,285,986
	NANR 12			249,731		249,731
	STAT		395,159	3,772,540		4,167,699
		293,596	409,567	8,379,678		9,082,741
National Defence.....	1		5,060	7,257		12,317
	15		1,317,493	6,251,159	1,035,641	8,604,293
	20		12,467	4,143		16,610
	25		7,219	8,298		15,517
	30			7,682		7,682
	35	59,823		342,796		402,619
	40	1,056,113		56,567	7,970	1,120,650
		1,115,936	1,342,239	6,677,902	1,043,611	10,179,688
National Film Board.....	5			390		390
National Health and Welfare...	1			16,937		16,937
	5	662		3,247		3,909
	20	92,342		474,271	4,625	571,238
	25	2,841		7,980		10,821
	30	46		2,728		2,774
		95,891		505,163	4,625	605,679
National Revenue.....	1	4,883	524	38,471		43,878
	5	45,333	2,500	38,199		86,032
	10			580		580
		50,216	3,024	77,250		130,490
Northern Affairs and National Resources.....	1			1,465	58	1,523
	3				1,608	1,608
	45			10,092	19,929	30,021
	50			50,588	17,579	68,167
	C&I15	646,034		193,732		839,766
	C&I20	1,146,960		62,727		1,209,687
		1,792,994		318,604	39,174	2,150,772
Post Office.....	1		3,673	120,196	34,544	158,413
Privy Council.....	Just 5			4,231		4,231
Public Archives and National Library.....	1	13		473		486
	5	428		100		528
		441		573		1,014
Public Printing and Stationery..	5	10,669	3,020	9,842		23,531
Public Works.....	1	28,317		34,856		63,173
	5		8,494	146,326		154,820
	10			2,974		2,974
	15	1,409,767		533,656		1,943,423
	20		4,744	26,327		31,071
	25			2,287		2,287
	30	157,299		197,337		354,636

**SUMMARY OF ACCOUNTS PROPERLY CHARGEABLE TO THE FISCAL YEAR 1965-66
BUT CARRIED OVER TO THE FISCAL YEAR 1966-67—Concluded**

Department	Vote no.	Insufficient funds	Other reasons			Total
			A ⁽¹⁾	B ⁽²⁾	C ⁽³⁾	
		\$	\$	\$	\$	\$
Public Works—Concluded.....	35		1,567	16,345		17,912
	40	250,033		57,574		307,607
	55	85		420		505
	FIN 15			7,603		7,603
	C&I20		854,561			854,561
	STAT			38,224		38,224
		1,845,501	869,366	1,063,929		3,778,796
Royal Canadian Mounted Police	1		857	84,203		85,060
	5		149			149
			1,006	84,203		85,209
Secretary of State.....	1			1,216		1,216
	10			2,713		2,713
	15		6,386	642		7,028
	20			4,721		4,721
	25	5,334		60,556		65,890
		5,334	6,386	69,848		81,568
Solicitor General (Justice).....	10		699	1,315	14	2,028
Trade and Commerce.....	1		59,113	15,371		74,484
	5	193,740				193,740
	10	77,467				77,467
	15	158,497				158,497
	25	77,899				77,899
	26	10,703				10,703
	27	7,974				7,974
	29			5,573		5,573
		526,280	59,113	20,944		606,337
Transport.....	1			1,702		1,702
	5		555,748	334,569	956	891,273
	10		13,759	136,641	758,823	909,223
	20			27,085		27,085
	30		4,213	234,987	5,500	244,700
	35		3,425	146,869	534	150,828
	103			32,700		32,700
			577,145	914,553	765,813	2,257,511
Unemployment Insurance Commission.....	1	1,165	18,843	1,681		21,689
Veterans Affairs.....	1	130		2,867		2,997
	5	67		383		450
	15	268		26,603		26,871
	20		657	1,125		1,782
	30	45,715	20,412	231,852	555	298,534
	35	42		4,230		4,272
	45	12,800	8,669	15,936		37,405
		59,022	29,738	282,996	555	372,311
		6,930,047	3,395,938	19,087,923	1,940,165	31,354,073

⁽¹⁾ Accounts received in the paying office on or before April 28, 1966 and properly chargeable to 1965-66 funds but not paid therefrom.

⁽²⁾ Accounts received in the paying office after April 28, 1966 and properly chargeable to 1965-66 funds but not paid therefrom.

⁽³⁾ Accounts properly chargeable to 1965-66 but held by the Department.

SECTION 48

1965-66

PUBLIC ACCOUNTS

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PUBLIC ACCOUNTS, 1965-66

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PUBLIC ACCOUNTS OF CANADA

for the

FISCAL YEAR ENDED

MARCH 31

1966

VOLUME III



Financial Statements of
Crown Corporations

Issued by the

DEPARTMENT OF FINANCE



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ROGER DUHAMEL, F.R.S.C.
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OTTAWA, 1966.

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AIR CANADA

Balance Sheet as at December 31, 1965

ASSETS		LIABILITIES	
Current Assets		Current Liabilities	
Cash.....		Accounts payable.....	\$ 9,454,469
Accounts receivable.....		Traffic balances payable to other airlines.....	10,041,539
Government of Canada.....	\$ 3,639,277	Air travel plan deposits.....	1,838,800
General traffic.....	17,456,794	Salaries and wages.....	6,497,130
Other.....	8,259,447	Unearned transportation revenue.....	5,756,886
		Interest and dividend payable.....	2,657,442
			<u>\$ 36,246,266</u>
Materials and supplies — at cost less obsolescence.....		Loans and Debentures — Canadian National Railways	
Other current assets.....		Notes payable.....	\$ 55,371,000
		Debentures.....	180,448,500
			<u>235,819,500</u>
Insurance Fund.....		Insurance Reserve.....	5,288,626
Capital Assets		Capital Stock	
Property and equipment — at cost.....	\$314,562,634	Common stock—authorized 250,000 shares par value \$100 per share	
Less: Accumulated depreciation.....	132,513,794	—issued and fully paid, 50,000 shares.....	5,000,000
	<u>\$182,048,840</u>		
Progress payments.....	13,204,606	Surplus	
		Balance, January 1, 1965.....	\$ 1,783,450
		Net income, year 1965.....	\$ 3,989,960
		Less: Dividend at \$4 per share	200,000
			<u>3,789,960</u>
			<u>5,573,410</u>
			<u><u>\$287,927,802</u></u>

Notes:

1. Balance of payments for equipment commitment was \$114,000,000. Of this \$45,000,000 is due in early 1966.
2. The contingent liability for notes under discount with banks in connection with the Pay Later Plan was \$2,162,000.
3. Salaries and wages include provision out of income for the estimated amount due to employees for vacations earned in 1965.

This is the balance sheet referred to in our report to the Minister of Transport dated February 7th, 1966.

TOUCHE, ROSS, BAILEY & SMART,
Chartered Accountants,
Auditors.

W. S. HARVEY,
Vice President—Finance.

AIR CANADA—Continued

Statement of Income

	1965	1964
Operating Revenues		
Passenger.....	\$209,925,578	\$177,091,787
Express and freight.....	19,139,903	14,758,579
Mail.....	12,699,240	11,902,773
Excess baggage.....	1,175,774	1,022,433
Charter.....	6,093,901	7,849,707
Incidental services — net.....	1,091,124	1,284,429
	<u>\$250,125,520</u>	<u>\$213,909,708</u>
Operating Expenses		
Flying operations.....	\$ 52,000,358	\$ 44,602,233
Maintenance.....	51,597,208	43,870,421
Passenger service.....	19,131,771	15,698,971
Aircraft and traffic servicing.....	35,754,226	31,158,243
Sales and promotion.....	36,871,263	31,913,225
General and administrative.....	9,783,056	8,509,133
	<u>\$205,137,882</u>	<u>\$175,752,226</u>
Income from Operations.....	\$ 44,987,638	\$ 38,157,482
Depreciation and amortization.....	32,263,097	27,774,510
Operating Profit.....	<u>\$ 12,724,541</u>	<u>\$ 10,382,972</u>
Non-operating income — net.....	2,563,331	2,513,861
Income Before Interest Expense.....	<u>\$ 15,287,872</u>	<u>\$ 12,896,833</u>
Interest on loans and debentures.....	11,297,912	11,491,258
Net Income.....	<u><u>\$ 3,989,960</u></u>	<u><u>\$ 1,405,575</u></u>

AIR CANADA—Continued

TOUCHE, ROSS, BAILEY & SMART
CHARTERED ACCOUNTANTS213 NOTRE DAME AVENUE
WINNIPEG 2, MAN.

February 7, 1966

TO THE HONOURABLE, THE MINISTER OF TRANSPORT,
OTTAWA, CANADA.

Sir:

As auditors of Air Canada we report through you to Parliament on our audit of the accounts of the Corporation for the year ended December 31, 1965.

We have reported in the following terms on the financial statements included in the annual report of the Corporation:—

"We have examined the balance sheet of Air Canada as at December 31, 1965 and the statement of income for the year ended on that date. Our examination included a general review of the accounting procedures and such tests of the accounting records and other supporting evidence as we considered necessary in the circumstances.

In our opinion, and according to the best of our information and the explanations given to us and as shown by the books of the Corporation, the accompanying balance sheet and related statement of income are properly drawn up so as to give a true and fair view of the state of affairs of the Corporation at December 31, 1965 and the results of its operations for the year ended on that date, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year, except for a change, which we approve, in accounting for employees' vacation costs whereby \$4,200,000 was provided out of income as explained in Note 3 to the financial statements.

We further report that, in our opinion, proper books of account have been kept by the Corporation and the transactions that have come under our notice have been within the powers of the Corporation."

We offer the following comments on significant items included in the financial statements and in the above report. Amounts are expressed to the nearest thousand dollars.

WORKING CAPITAL

Working capital increased by \$19,867,000. The following are the factors accounting for the increase:

Funds Provided

Net income for the year	\$ 3,990,000	
Add: Depreciation	29,444,000	\$ 33,434,000
		91,000
Proceeds on sale of property and equipment		33,525,000

Funds Applied

Additions to property and equipment including progress payments	13,458,000	
Dividend	200,000	13,658,000
		<u>\$ 19,867,000</u>

Increase in working capital

MATERIALS AND SUPPLIES

The Corporation's policy with respect to obsolescence of aircraft spare parts is to charge to operations over the service life of the applicable aircraft the estimated residual value of the inventory on hand at the date of retirement of the aircraft.

At December 31, 1965 the accumulated provision for inventory obsolescence amounted to \$7,544,000.

CAPITAL ASSETS

Property and Equipment

The net investment in Property and Equipment decreased by \$23,449,000, principally as a result of depreciation. There were no additions or retirements of aircraft during the year.

The Corporation's aircraft depreciation policy, which conforms to the industry practice, is to reduce the investment to residual value over the estimated useful life. In line with this policy depreciation of Viscount and Vanguard aircraft has been increased to take into account lower estimated residual values and to achieve a common terminal date for Vanguard aircraft.

AIR CANADA—Continued

Progress Payments

At December 31, 1965 payments totalling \$13,205,000 had been made against orders for purchase of property and equipment to be delivered in future years. These payments are in respect of:—

6 DC-8 aircraft and spare engines.....	\$ 3,431,000
18 DC-9 aircraft and spare engines.....	9,612,000
Cargo buildings.....	162,000
	<u>\$ 13,205,000</u>

Amounts totalling \$114,441,000 remain to be paid prior to or upon completion of the contracts. Of this amount, \$45,395,000 is payable before June 30, 1966.

CURRENT LIABILITIES — SALARIES AND WAGES

Under the terms of employment, the Corporation's employees in Canada and the United States of America are required to take their vacation in the year following the year in which the entitlement accrues. Prior to 1965, it had been the Corporation's policy to record the vacation costs when expended rather than when accrued. In accordance with current industry practice this policy was changed in 1965 and the amount of vacation pay earned by employees in 1965 and payable in 1966, amounting to \$4,200,000, was recorded in the expense accounts for 1965 and included in the current liability for salaries and wages as at December 31, 1965.

LOANS AND DEBENTURES

Notes and debentures outstanding at December 31, 1965 remained unchanged during the year and are payable to the Canadian National Railways as follows:—

Notes

Demand.....	\$ 27,000,000
Maturing in 1966, subject to renewal.....	28,371,000
	<u>\$ 55,371,000</u>

Debentures

Maturing in 1967 and 1968.....	\$ 32,020,000
Maturing in the period 1971-1987.....	148,428,000
	<u>\$180,448,000</u>

The average rate of interest paid for the year on the above obligations was 4.79%.

INSURANCE FUND AND RESERVE

At December 31, 1965 the balance in the fund comprised:

Securities, at cost.....	\$ 9,742,000
Cash and accrued interest.....	120,000
	<u>\$ 9,862,000</u>
Less: Amount payable to the Corporation.....	4,573,000
	<u>\$ 5,289,000</u>

The fund increased during the year by \$2,070,000 representing accruals of \$3,311,000 charged to operations and net interest earned of \$177,000, less aircraft accident costs of \$1,418,000.

Accident costs charged to the fund principally represent the payment of passenger claims relating to the Ste. Therese accident in 1963. In accordance with the deductible provision of the insurance in force at the time the Corporation has now discharged its liability for passenger claims resulting from this accident.

Accruals to the fund for aircraft flight and ground risks include the following:

Estimated additional premium for insurance coverage of aircraft replacement cost.....	\$ 2,061,000
Additional accrual approved by the Board of Directors.....	1,250,000
	<u>\$ 3,311,000</u>

GENERAL

No provision for income taxes has been made because the Corporation intends to claim capital cost allowance sufficient to offset the taxable income.

We are pleased to express our appreciation of the excellent cooperation and assistance that we received from the Corporation's officers and staff.

Yours very truly,

TOUCHE, ROSS, BAILEY & SMART.

ATOMIC ENERGY OF CANADA LIMITED
(INCORPORATED UNDER THE CANADA CORPORATIONS ACT)

Balance Sheet as at March 31, 1966
(with comparative figures as at March 31, 1965)

ASSETS		LIABILITIES	
1966	1965	1966	1965
Current:		Current:	
Cash.....	\$ 580,027	Accounts payable.....	\$ 7,603,615
Deposit with Receiver General.....	5,000,000	Advance payments by customers.....	94,874
Short-term investments.....	3,000,000	Contractors' holdbacks.....	1,219,098
Accounts receivable.....	2,769,065	Total Current Liabilities.....	8,917,587
Due from Government of Canada in respect of research capital and operating programs inventories:	913,443	Government of Canada Loans to finance the construction of:	
Nuclear materials, at lower of cost or estimated realizable value.....	5,190,878	Douglas Point Generating Station.....	52,882,788
Commercial inventories, at cost, less provision for obsolescence.....	3,555,100	Pickering Generating Station.....	2,420,951
Maintenance and general supplies, at cost	856,822	Housing Projects and Design Engineering Building.....	12,528,067
	9,602,800		67,831,806
	21,865,335	Contractors' Security Deposits (contra).....	948,559
Total Current Assets.....	21,970,915	Unrealized Profit on Property and other Sales made on deferred payment terms.....	734,974
Contractors' Security Deposits (contra).....	827,636	Shareholders' Equity:	770,317
Mortgages Receivable — Houses.....	3,693,903	Capital stock:	
Equity in Pickering Generating Station under agreement with Hydro-Electric Power Com- mission of Ontario and Province of Ontario...		Authorized — 75,000 common shares of no par value.....	15,000,000
Plant and Property, at cost.....	2,404,828	Issued — 54,000 common shares....	2,769,462
Less: Amounts written off as research expense	272,286,722	Retained earnings.....	17,769,462
	190,694,455		17,511,853
	81,592,267		
	14,124,102		
	67,468,165		
Accumulated depreciation.....	54,041,023		
	177,086,018		
	67,740,735		
	13,699,712		
	54,041,023		
	80,533,477		
	96,202,388		
	80,533,477		

Approved on behalf of the Board

J. L. GRAY
Director

D. A. GOLDEN
Director

I have examined the above Balance Sheet and the related Statement of Income and Expense and have reported thereon under date of May 18, 1966 to the Minister of Mines and Technical Surveys.

A. M. HENDERSON,
Auditor General of Canada

ATOMIC ENERGY OF CANADA LIMITED—Continued

Statement of Income and Expense for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

	1966	1965
RESEARCH PROGRAM — OPERATING		
Expense:		
Science.....	\$ 7,811,079	\$ 6,592,722
Engineering.....	10,788,476	9,002,872
Power Projects Design and Development.....	6,552,652	5,334,980
Operation of Research Facilities.....	4,873,295	4,792,198
Maintenance and other Services.....	4,283,635	3,966,263
Whiteshell Nuclear Research Establishment.....	5,230,307	3,162,946
Administration.....	4,100,783	3,735,451
Finance.....	771,428	729,244
Deep River Village.....	611,114	617,167
Medical.....	555,126	510,930
	<u>45,577,895</u>	<u>38,444,773</u>
Income:		
Gross income from housing accommodation, hospitals, engineering services, sales of steam, etc.....	<u>5,888,352</u>	<u>3,594,035</u>
Excess of expense over income, provided for by parliamentary appropriation	<u>39,689,543</u>	<u>34,850,738</u>
RESEARCH PROGRAM — CAPITAL		
Construction of buildings and acquisition of equipment.....	<u>14,253,757</u>	<u>17,327,141</u>
Provided for by:		
Parliamentary appropriation.....	12,976,500	10,306,600
Retained earnings.....	<u>1,277,257</u>	<u>7,020,541</u>
	<u>14,253,757</u>	<u>17,327,141</u>
COMMERCIAL OPERATIONS		
Income:		
Sales.....	6,572,438	7,348,816
Rentals and miscellaneous.....	<u>83,368</u>	<u>66,911</u>
	<u>6,655,806</u>	<u>7,415,727</u>
Expense:		
Cost of sales, etc.....	2,953,962	3,679,733
Research and development.....	994,385	892,440
Selling.....	1,751,628	1,637,962
Administrative.....	<u>680,454</u>	<u>543,493</u>
	<u>6,380,429</u>	<u>6,753,628</u>
Excess of income over expense credited to retained earnings.....	<u>275,377</u>	<u>662,099</u>

NOTE:

Included in expenses for 1966 are: remuneration of directors as directors, officers or employees, \$39,750; and depreciation on plant and property not written off as research expense, \$447,431.

ATOMIC ENERGY OF CANADA LIMITED—Continued

Statement of Retained Earnings for the year ended March 31, 1966

Balance as at April 1, 1965.....	\$ 2,511,853
<i>Add:</i>	
Revenue incidental to the operation of research facilities.....	1,185,373
Profit realized on disposal of plant and property.....	74,116
Excess of income over expense in commercial operations.....	275,377
	<u>4,046,719</u>
<i>Deduct:</i> Amount provided towards research capital expense.....	1,277,257
Balance as at March 31, 1966.....	<u>2,769,462</u>

Plant and Property as at March 31, 1966

	Cost	Accumulated Write-offs as Research Expense	Accumulated Provisions for Depreciation	Depreciated or Nominal Value
RESEARCH FACILITIES				
Chalk River —				
Land and land services.....	\$ 4,109,170	\$ 4,109,169		\$ 1
Buildings.....	27,801,663	27,801,663		
Machinery and equipment.....	35,112,148	35,112,148		
NRU reactor.....	64,958,944	54,604,816	\$ 10,354,128	
Construction in progress.....	5,238,433	5,238,433		
Whiteshell —				
Land and land services.....	4,504,551	4,504,551		
Buildings.....	7,519,640	7,519,640		
Machinery and equipment.....	3,075,290	3,075,290		
WR-1 reactor.....	14,503,494	14,503,494		
Construction in progress.....	6,389,477	6,389,477		
Rolphton —				
Nuclear Power Demonstration reactor....	25,087,856	25,087,856		
	<u>198,300,666</u>	<u>187,946,537</u>	<u>10,354,128</u>	<u>1</u>
DOUGLAS POINT GENERATING STATION				
Construction in progress.....	<u>53,564,088</u>			<u>53,564,088</u>
HOUSING PROJECTS				
Deep River, Ontario.....	3,262,238		1,196,415	2,065,823
Pinawa, Manitoba.....	5,691,809		132,144	5,559,665
	<u>8,954,047</u>		<u>1,328,559</u>	<u>7,625,488</u>
POWER PROJECTS — SHERIDAN PARK				
Construction in progress —				
Laboratory.....	2,747,918	2,747,918		
Design Engineering Building.....	1,616,003			1,616,003
	<u>4,363,921</u>			
COMMERCIAL PRODUCTS — OTTAWA				
Land and land services.....	300,212			300,212
Buildings.....	3,985,330		877,538	3,107,792
Machinery and equipment.....	2,818,458		1,563,877	1,254,581
	<u>7,104,000</u>		<u>2,441,415</u>	<u>4,662,585</u>
	<u>272,286,722</u>	<u>190,694,455</u>	<u>14,124,102</u>	<u>67,468,165</u>

ATOMIC ENERGY OF CANADA LIMITED—*Concluded*

AUDITOR GENERAL OF CANADA

Ottawa, May 18, 1966

THE HONOURABLE JEAN-LUC PEPIN,
MINISTER OF MINES AND TECHNICAL SURVEYS,
OTTAWA.

Sir,

I have examined the accounts and financial statements of Atomic Energy of Canada Limited for the year ended March 31, 1966. In compliance with the requirements of section 87 of the Financial Administration Act, I report that, in my opinion:

- (a) proper books of account have been kept by the Company;
- (b) the financial statements of the Company
 - (i) were prepared on a basis consistent with that of the preceding year and are in agreement with the books of account,
 - (ii) in the case of the balance sheet, give a true and fair view of the state of the Company's affairs as at the end of the financial year, and
 - (iii) in the case of the statement of income and expense, give a true and fair view of the income and expense of the Company for the financial year; and
- (c) the transactions of the Company that have come under my notice have been within the powers of the Company under the Financial Administration Act and any other Act applicable to the Company.

Yours faithfully,

A. M. HENDERSON,
Auditor General of Canada.

BANK OF CANADA Statement of Assets and Liabilities as at December 31, 1965 (with comparative figures as at December 31, 1964)

ASSETS	1965		1964		LIABILITIES	1965		1964	
Foreign exchange					Capital paid up.....	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000	
Pounds sterling and U.S.A. dollars.....	\$ 28,021,133		\$ 97,345,863		Rest fund.....	25,000,000	25,000,000	25,000,000	
Other currencies.....	242,669		237,058		Notes in circulation.....	2,535,650,110	2,380,559,300	2,380,559,300	
Cheques on other banks.....	28,263,802		97,582,921		Deposits				
Accrued Interest on Investments.....	158,100,628		190,553,152		Government of Canada.....	116,230,181	68,912,508	68,912,508	
Investments — at amortized values	40,135,130		37,135,600		Chartered banks.....	1,034,239,537	882,106,056	882,106,056	
Treasury bills of Canada.....	608,101,218		478,687,089		Other.....	34,539,477	35,632,245	35,632,245	
Other securities issued or guaranteed by Canada maturing within two years.....	477,714,658		349,198,716		Liabilities payable in pounds sterling and U.S.A. dollars	1,185,009,195	986,650,809	986,650,809	
Other securities issued or guaranteed by Canada not maturing within two years..	2,330,806,758		2,236,452,654		To Government of Canada.....	24,027,229	38,446,788	38,446,788	
Debentures issued by Industrial Development Bank*	200,677,869		176,500,390		To others.....	6,739,614	6,420,049	6,420,049	
Other securities — U.S.A. Government.....	13,989,362		13,447,904		Bank of Canada cheques outstanding.....	30,766,843	44,866,837	44,866,837	
Industrial Development Bank	3,631,289,865		3,254,286,753		Other liabilities.....	1,953,669	1,859,426	1,859,426	
Total issued share capital at cost*	39,000,000		36,000,000						
Bank premises									
Land, buildings and equipment	16,296,634		13,223,342						
Cost less accumulated depreciation.....									
Net balance of Government of Canada collections and payments in process of settlement.....	41,532,683		10,865,572						
Other assets.....	1,148,857		2,203,118						
	\$3,955,767,599		\$3,641,850,458						
						\$3,955,767,599	\$3,641,850,458		

AUDITORS' REPORT:

We have examined the statement of assets and liabilities of the Bank of Canada as at December 31, 1965. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances. In our opinion, the accompanying statement of assets and liabilities presents fairly the financial position of the Bank as at December 31, 1965.

L. RASMINSKY, *Governor*
Ottawa, January 31, 1966.

A. J. NORTON, *Chief Accountant*.

T. A. M. HUTCHISON, F.C.A.
of Peat, Marwick, Mitchell & Co.

H. MARCEL CARON, C.A.
of Clarkson, Gordon & Co.

*The audited financial statements of the Industrial Development Bank as at September 30, 1965 were issued to the public on December 1, 1965.

BANK OF CANADA—*Concluded*
Statement of Income and Expenses
(thousands of dollars)

	1966	1965
INCOME		
On investments	\$154,806	\$140,126
All other income	721	354
Total income	<u>\$155,527</u>	<u>\$140,480</u>
OPERATING EXPENSES		
Salaries ⁽¹⁾	\$ 4,435	\$ 4,142
Contributions to pension and insurance funds	383	365
Other staff expenses ⁽²⁾	218	208
Directors' fees	22	23
Auditors' fees and expenses	74	75
Taxes (inc. municipal and business)	1,036	904
RCMP guards and electric protection	133	128
Insurance	58	100
Bank notes — production and shipment	3,893	3,895
Premises and equipment (net)	510	509
Stationery and printing	185	180
Publications ⁽³⁾	64	69
Postage and express	202	151
Telephones and telegrams	168	163
Travel and transfer expense	175	154
Interest paid on unclaimed balances	51	63
All other expenses	146	173
Total operating expenses	<u>\$ 11,753</u>	<u>\$ 11,302</u>
Depreciation on Buildings and Equipment	668	941
Net Income Paid to Receiver General of Canada	143,106	128,237
	<u>\$155,527</u>	<u>\$140,480</u>

(1) The number of staff averaged 912 in 1965 and 896 in 1964.

(2) Includes overtime pay, medical services and cafeteria expense.

(3) Printing of "Statistical Summary" and "Annual Report".

CANADIAN ARSENALS LIMITED—Continued

Statement of Income and Expense for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

	1966	1965
INCOME		
Sales.....	\$ 7,280,059	\$ 7,533,745
Miscellaneous.....	383,294	590,645
	<u>7,663,353</u>	<u>8,124,390</u>
EXPENSE		
Cost of sales:		
Direct labour and material.....	\$ 3,599,318	4,222,133
Indirect labour and other overhead expenses absorbed.....	3,211,399	2,674,843
	<u>6,810,717</u>	<u>6,896,976</u>
Indirect labour and other overhead expenses not absorbed in cost of sales.....	2,011,622	4,225,725
Plant shut-down costs.....	16,913	1,028,819
Administrative expenses:		
Executive officers' salaries.....	31,933	29,217
Salaries of senior personnel at operating divisions.....	94,111	142,626
Other administrative salaries.....	138,795	186,132
Miscellaneous.....	54,207	91,515
	<u>319,046</u>	<u>449,490</u>
	<u>9,158,298</u>	<u>12,601,010</u>
Excess of Expense over Income, provided for by parliamentary appropriation (Note 3).....	<u>1,494,945</u>	<u>4,476,620</u>

The accompanying notes are an integral part of the financial statements.

Notes to Financial Statements

1. As at March 31, 1966, the Company was the custodian of and operated four Government-owned plants, the total cost of which was \$65,124,557, comprising \$3,122,380 for land, \$25,526,503 for buildings, and \$36,475,674 for machinery and equipment.
2. Advances of \$188,000 were provided by the Department of Defence Production Vote 45, Appropriation Act, No. 2, 1966 for the year towards the cost of construction, improvements and equipment for Canadian Arsenals Limited. Expenditures amounted to \$181,317 with the result that \$6,683 was refundable to the Government of Canada at the year-end.
3. Department of Defence Production Vote 40, Appropriation Act, No. 2, 1966 provided \$2,017,000 for the year towards the cost of administration and operation of Canadian Arsenals Limited. Advances of \$1,577,000 were received during the year. The excess of expense over income for the year ending March 31, 1966 amounted to \$1,494,945 with the result that \$82,055 was refundable to the Government of Canada at the year-end.

CANADIAN ARSENALS LIMITED—*Concluded*
AUDITOR GENERAL OF CANADA

Ottawa, May 27, 1966

THE HONOURABLE C. M. DRURY,
MINISTER OF INDUSTRY,
OTTAWA.

Sir,

I have examined the accounts and financial statements of Canadian Arsenals Limited for the year ended March 31, 1966. In compliance with the requirements of section 87 of the Financial Administration Act, I report that, in my opinion:

- (a) proper books of account have been kept by the Company;
- (b) the financial statements of the Company
 - (i) were prepared on a basis consistent with that of the preceding year and are in agreement with the books of account,
 - (ii) in the case of the balance sheet, give a true and fair view of the state of the Company's affairs as at the end of the financial year, and
 - (iii) in the case of the statement of income and expense, give a true and fair view of the income and expense of the Company for the financial year; and
- (c) the transactions of the Company that have come under my notice have been within the powers of the Company under the Financial Administration Act and any other Act applicable to the Company.

Yours faithfully,

A. M. HENDERSON
Auditor General of Canada.

Certified correct:

Approved on behalf of the Corporation:

V. F. DAVIES
Vice-President—Finance

J. A. OUMET
President

J. M. R. BEVERIDGE
Director

I have examined the above Balance Sheet and the related Statement of Operations and have reported thereon under date of May 26, 1966 to the Secretary of State.

A. M. HENDERSON
Auditor General of Canada

CANADIAN BROADCASTING CORPORATION—Continued
Statement of Operations for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

EXPENSE	1966	1965
Cost of Production and Distribution: (Note 2)		
Cost of programs.....	\$ 85,656,953	\$ 79,618,703
Network distribution.....	11,536,284	10,727,250
Station transmission.....	5,509,995	5,003,930
Payment to private stations.....	4,590,870	4,752,553
Commissions to agencies and networks.....	3,944,840	4,055,311
	111,238,942	104,157,747
Emergency broadcasting.....	887,043	869,335
Operational supervision and services:		
Program.....	\$ 4,797,349	4,315,089
Administrative.....	4,096,557	3,871,424
General.....	2,282,618	2,130,177
	11,176,524	10,316,690
Total Cost of Production and Distribution.....	123,302,509	115,343,772
Selling and General Administration:		
Selling expense.....	2,125,359	1,998,579
Engineering and development.....	1,104,872	1,128,796
Management and central services.....	5,904,756	5,331,629
	9,134,987	8,459,004
Interest on loans to finance the acquisition of capital assets...	1,009,323	373,960
Total Expense.....	133,446,819	124,176,736
INCOME		
Advertising Revenue (gross) (Note 2).....	33,562,816	33,208,050
Interest on Investments.....	357,006	211,584
Miscellaneous.....	438,211	365,669
	34,358,033	33,785,303
NET COST OF OPERATIONS.....	99,088,786	90,391,433

The accompanying notes are an integral part of the financial statements.

CANADIAN BROADCASTING CORPORATION—Continued

Statement of Source of Funds to Discharge Net Cost of Operations
for the year ended March 31, 1966

Parliamentary grant in respect of the net operating amount required to discharge the responsibilities of the national broadcasting service: Appropriation Act No. 2, 1966.....	\$ 97,044,000	
Less: Amount required for repayment of Government of Canada loans.....	712,500	\$ 96,331,500
<i>Deduct:</i>		
Refund on March 31, 1966.....	1,800,000	
Amount to be refunded.....	181,366	
		1,981,366
Net funds received for operating requirements.....		94,350,134
Add: Depreciation, included as an operating cost, not recoverable from the parliamentary grant.....		4,738,652
Net cost of operations, per Statement of Operations.....		99,088,786

Statement of Proprietor's Equity Account for the year ended March 31, 1966

Balance as at April 1, 1965.....		\$ 40,939,385
Add: Amount included for repayment of Government of Canada loans in parliamentary grant in respect of the net operating amount required to discharge the responsibilities of the national broadcasting service.....		712,500
		41,651,885
<i>Deduct:</i>		
Depreciation, included as an operating cost, not recoverable from the parliamentary grant.....	\$ 4,738,652	
Net loss on disposal of capital assets.....	203,255	
		4,941,907
Balance as at March 31, 1966.....		36,709,978

CANADIAN BROADCASTING CORPORATION—*Continued*

Notes to Financial Statements

1. Capital Assets

Capital assets in the amount of \$94,946,000 include the sum of \$10,352,000 expended during the last seven years in connection with the planned consolidation of facilities in Toronto, Montreal, Winnipeg, Vancouver, and Ottawa. The present estimate of the future cost of consolidation of facilities for the Corporation is \$138,661,000 of which, subject to the provision of funds by Parliament for the purpose, approximately \$2,706,000 will be expended during the year ending March 31, 1967, and \$135,955,000 during subsequent years.

2. Production and Distribution of Programs

Costs relative to programs available for advertising and advertising revenue earned thereon, are as follows:

	1965-66	1964-65
Programs which carried advertising.....	\$ 33,710,000	\$ 32,654,000
Programs available but which did not carry advertising.....	22,287,000	26,935,000
	<hr/>	<hr/>
Program and related costs (exclusive of operational supervision, selling and general administration).....	55,997,000	59,589,000
	<hr/>	<hr/>
Advertising revenue (gross).....	\$ 33,563,000	\$ 33,208,000
	<hr/>	<hr/>

3. Remuneration of Directors

Total remuneration of directors, as directors, officers or employees of the Corporation for the year, was \$83,200.

4. CBC Pension Plan

An actuarial examination of the CBC Pension Plan as at March 31, 1964 indicated an actuarial unfunded liability in respect of future benefits payable in the amount of \$6,682,000. A subsequent analysis indicated that integration with the Canada and Quebec Pension Plans had reduced the actuarial unfunded liability to an amount of approximately \$5.5 million.

CANADIAN BROADCASTING CORPORATION—*Concluded*

Ottawa, May 26, 1966.

THE HONOURABLE JUDY LAMARSH,
SECRETARY OF STATE,
OTTAWA.

Madam,

I have examined the accounts and financial statements of the Canadian Broadcasting Corporation for the year ended March 31, 1966. In compliance with the Financial Administration Act, I report that, in my opinion:

- (a) proper books of account have been kept by the Corporation;
- (b) the financial statements of the Corporation
 - (i) were prepared on a basis consistent with that of the preceding year and are in agreement with the books of account,
 - (ii) in the case of the balance sheet, give a true and fair view of the state of the Corporation's affairs as at the end of the financial year, and
 - (iii) in the case of the statement of operations, give a true and fair view of the operations of the Corporation for the financial year; and
- (c) the transactions of the Corporation that have come under my notice have been within the powers of the Corporation under the Financial Administration Act and any other Act applicable to the Corporation.

Yours faithfully,

A. M. HENDERSON
Auditor General of Canada

CANADIAN COMMERCIAL CORPORATION (ESTABLISHED UNDER THE CANADIAN COMMERCIAL CORPORATION ACT)

Balance Sheet as at March 31, 1966 **(with comparative figures as at March 31, 1965)**

ASSETS

	1966	1965
Cash.....	\$ 1,239,359	\$ 1,486,903
Government of Canada Treasury Bills, at cost.....	1,095,944	897,291
Government of Canada Bonds, at par (market value \$163,508 at March 31, 1966).....	186,200	186,200
Advances and progress payments to suppliers.....	14,047,235	40,218,060
Accounts receivable.....	20,099,801	7,947,348
Inventories (at cost).....	32,562	

LIABILITIES

	1966	1965
Accounts payable.....	\$18,663,898	\$ 7,439,799
Due to the Receiver General of Canada..	185,859	5,344
Advance payments by other governments and agencies, etc.....	11,988,190	39,415,842
Proprietary Equity of the Government of Canada:		
Advance for working capital provided under section 8(1)(a) of the Canadian Commercial Corporation Act.....	5,500,000	3,500,000
Reserve for U.S. exchange.....	139,754	149,817
Reserve for contingencies.....	223,400	225,000
Surplus		96,183
Balance at April 1, 1965.....		
Add: Excess of income over expense for the year, per Statement of Income and Expense.....	\$ 185,859	134,161
	185,859	230,344
Deduct: Transfer to Reserve for contingencies.....		(225,000)
Payable to Receiver General as shown above.....	(185,859)	(5,344)
Balance at March 31, 1966.....	<u>\$36,701,101</u>	<u>\$50,735,802</u>

NOTES—

1. U.S. dollar funds included in the above figures were converted at year-end exchange rates.
2. An action for the recovery of \$2 million from the Department of Defence Production for patent infringements has been filed with the Exchequer Court of Canada. Of this amount approximately \$1.6 million relates to purchases made by the Corporation on behalf of its customers. Departmental legal officers are of the opinion that the action can be successfully defended.

Certified correct

N. R. MacLEAN
Comptroller

Approved

R. M. KEITH
Director

D. B. MUNDY
Director

I have examined the above Balance Sheet and the related Statement of Income and Expense and have reported thereon under date of June 7, 1966 to the Minister of Industry.

A. M. HENDERSON
Auditor General of Canada.

CANADIAN COMMERCIAL CORPORATION—*Concluded*
Statement of Income and Expense for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

	1966	1965
INCOME		
Purchase surcharge from various governments (including Canada) and International agencies.....	\$105,846	\$100,676
Interest earned.....	97,494	100,965
Exchange gain.....		3,726
Other income.....		55
	<u>\$203,340</u>	<u>205,422</u>
EXPENSE		
Salaries including Director's salary, \$12,592 (\$18,500—1965)...	16,548	66,911
Other administrative expenses.....	933	4,350
	<u>17,481</u>	<u>71,261</u>
Excess of Income over Expense.....	<u>\$185,859</u>	<u>\$134,161</u>

NOTE:

The above expenses do not include \$2,142,000 representing the estimated value of major services provided by government departments and the estimated cost of purchasing, accounting and other services provided by the Department of Defence Production.

AUDITOR GENERAL OF CANADA

Ottawa, June 7, 1966*

THE HONOURABLE C. M. DRURY,
 MINISTER OF INDUSTRY,
 OTTAWA.

Sir,

I have examined the accounts and financial statements of Canadian Commercial Corporation for the year ended March 31, 1966.

Subject to the foregoing and in compliance with the requirements of section 87 of the Financial Administration Act I report that, in my opinion:

- (a) proper books of account have been kept by the Corporation;
- (b) the financial statements of the Corporation
 - (i) were prepared on a basis consistent with that of the preceding year and are in agreement with the books of account,
 - (ii) in the case of the balance sheet, give a true and fair view of the state of the Corporation's affairs as at the end of the financial year, and
 - (iii) in the case of the statement of income and expense give a true and fair view of the income and expense of the Corporation for the financial year; and
- (c) the transactions of the Corporation that have come under my notice have been within the powers of the Corporation under the Financial Administration Act and any other Act applicable to the Corporation.

Yours faithfully,

A. M. HENDERSON
Auditor General of Canada.

CANADIAN CORPORATION FOR THE 1967 WORLD EXHIBITION

(ESTABLISHED BY THE CANADIAN CORPORATION FOR THE 1967 WORLD EXHIBITION ACT)

Balance Sheet as at December 31, 1965
(with comparative figures as at December 31, 1964)

	ASSETS		LIABILITIES	
	1965	1964	1965	1964
Current Assets				
Cash.....	\$ 483,340	\$ 1,414,161	\$ 9,930,881	\$ 3,751,324
Grants due under sections 4, 5 and 6 of their agreement dated January 18, 1963			1,111,422	727,793
Government of Canada.....		991,207	1,499,542	729,204
Government of the Province of Quebec.....		1,643,405		202,199
Accounts receivable.....			12,541,845	5,410,520
National Harbours Board.....	1,281,141	1,018,315		
City of Montreal.....	513,393			
Exhibitors.....	64,114		358,514	178,460
Accountable travel advances.....	25,068	22,513	148,169	
Miscellaneous.....	56,418	3,510		
Prepaid expenses.....			506,683	178,460
Promotional expense — advance passport sales.....	270,000	2,928		
Rent.....	28,320	7,561		
Insurance, taxes & other.....	16,260			
	2,738,054	5,103,600		
Guarantee Deposit on Insurance.....	300,000	306,920		
Security Deposits (contra)				
Contractors.....	358,514	178,460	107,866	
Concessionnaires.....	148,169		10,764	
			33,244	
			248,430	
			400,304	
			22,000,000	
Notes Payable to the Receiver General of Canada				
Note 2.....				
Grants from Participating Governments				
Government of Canada.....			20,000,000	9,438,707
Government of the Province of Quebec.....			15,000,000	7,079,030
City of Montreal.....			5,000,000	2,359,676
			40,000,000	18,877,413
Capital and operating costs				
Capital costs.....	54,002,296	11,852,527		
Operating costs (less earned revenue).....	17,901,799	7,024,886		
	71,904,095	18,877,413		
	\$75,448,832	\$24,466,393	\$75,448,832	\$24,466,393

Certified correct:

G. D. REDIKER

Director of Finance and Administration

Approved on behalf of the Board of Directors

GUY ROBERGE

R. F. SHAW

We have examined the above Balance Sheet and the related Statement of Operations and have reported thereon under date of March 31, 1966 to the Minister of Trade and Commerce of the Government of Canada and the Minister of Industry and Commerce of the Government of the Province of Quebec.

A. M. HENDERSON

Auditor General of Canada

GUSTAVE E. TREMBLAY

Quebec Provincial Auditor

CANADIAN CORPORATION FOR THE 1967 WORLD EXHIBITION—Continued

Statement of Operations as at December 31, 1965

	1965	Total to Date
ADMINISTRATION COSTS		
Personnel Expenses		
Salaries (Officers' Salaries \$157,666)	\$ 6,188,475	\$ 9,944,626
Automobile	78,606	134,831
Recruitment and relocation of personnel	72,745	167,530
Travel expenses and representation fees	386,990	761,250
Official visits	171,434	171,434
Membership fees	4,988	8,173
	<hr/> 6,903,238	<hr/> 11,187,844
Administrative		
Administrative services	196,472	307,327
Architectural and engineering supplies	102,721	151,128
Directors' expenses and Executive Committee fees and expenses	24,729	63,961
Insurance	7,128	12,674
Legal fees	85,772	153,967
Office stationery and supplies	139,983	259,421
Office furniture and equipment rental and maintenance	64,930	122,523
Light and power	10,633	20,876
Postage	63,223	85,977
Publications	9,968	47,705
Rent	458,966	836,771
Telephone and telegraph	222,196	361,366
Translation	106,017	157,245
Taxes	21,841	37,835
Sundries	49,312	77,899
	<hr/> 1,563,891	<hr/> 2,696,675
Advisory Committee Travel and Subsistence	129,169	202,585
Other	143,234	438,902
	<hr/>	<hr/>
ADVERTISING AND PUBLICITY COSTS		
Trade advertising	56,446	316,524
Consumer advertising	407,238	642,075
Promotions	34,795	106,023
Displays	153,573	249,245
Information	597,785	957,069
	<hr/> 1,249,837	<hr/> 2,270,936
OPERATING COSTS SITE SERVICES		
Security and protection	175,710	202,735
Information services	30,868	30,868
Medical services and supplies	45,340	45,340
Building and ground maintenance	181,150	181,150
Maintenance and service vehicles	20,562	20,562
La Ronde	62,171	62,171
	<hr/> 515,801	<hr/> 542,826
FINANCING (INTEREST ON NOTES PAYABLES)	193,697	193,697
TOTAL COSTS	<hr/> 10,698,867	<hr/> 17,533,465

CANADIAN CORPORATION FOR THE 1967 WORLD EXHIBITION—*Continued*Statement of Operations as at December 31, 1965—*Concluded*

Amortization and Depreciation		
Depreciation of furniture and equipment	118,900	174,961
Amortization of leasehold improvements	161,700	328,970
	<hr/>	<hr/>
	10,979,467	18,037,396
REVENUE		
Bank interest, construction permits, other	102,554	135,597
	<hr/>	<hr/>
NET COSTS OF OPERATIONS	<u>\$ 10,876,913</u>	<u>\$ 17,901,799</u>

Summary Comparison with Operating Budgets Approved by the
Government of Canada and the Government of the Province of Quebec

	1965
Operating Budget as Approved	\$ 12,827,800
Actual Operating Expenses before Addition of Depreciation and Amortization and Deduction of Revenue and Sponsorship	<hr/> 10,698,867
Actual Expenses Under Budget	<u>\$ 2,128,933</u>

CANADIAN CORPORATION FOR THE 1967 WORLD EXHIBITION—Continued
Statement of Capital Costs as at December 31, 1965

	1965	Total to Date
Site preparation.....		
Roads and bridges.....		
Mackay Pier — Ile Notre Dame — Ile Verte Bridges.....		
Jacques Cartier bridge ramps.....	\$11,104,206	\$17,942,032
Service roads.....	(4,828)	216,361
Service and pedestrian bridges.....	484,164	559,018
Other.....	408,723	408,723
	155,744	155,744
Utilities.....		
Landscape development.....	12,148,009	19,281,878
Parking lots.....	4,404,418	5,096,976
Buildings and special structures.....	1,246,762	1,497,700
Administration pavilion.....	154,833	216,015
Place d'Accueil — Mackay Pier.....		
Stadium.....	3,027,493	3,027,493
Theme pavilions.....	1,076,035	1,076,035
Habitat '67.....	801,277	820,761
Other.....	4,738,781	5,767,143
	2,361,379	2,896,408
	1,535,252	1,701,076
Transit systems.....		
Temporary construction facilities.....	13,540,217	15,288,916
Special engineering studies.....	5,495,935	5,866,703
La Ronde.....	246,980	284,302
	1,267,949	1,691,418
	1,743,716	1,743,716
Construction insurance.....	41,318,833	52,714,175
Construction materials.....		
Furniture and equipment and leasehold improvements.....	53,090	53,090
Less depreciation and amortization.....	698,809	698,809
	751,899	751,899
	359,637	1,040,153
	280,600	503,931
	79,037	536,222
	\$42,149,769	\$54,002,296

Summary Comparison with Capital Budgets Approved by the Government of Canada
and the Government of the Province of Quebec

Capital Budget as Approved.....	1965
Actual Capital Costs before Deducting Depreciation and Amortization.....	\$70,609,150
Actual Costs under Budget.....	42,430,369
	\$28,178,781

Canadian Corporation for the 1967 World Exhibition—*Continued*

Notes to Financial Statements

1. Outstanding commitments under major contracts entered into prior to December 31, 1965 aggregated approximately \$60,000,000.
2. **LOANS FROM THE GOVERNMENT OF CANADA**
Loans amounting to \$22,000,000 were obtained from the Government of Canada during the year in respect of which Notes were issued payable to The Receiver General of Canada, pursuant to the provisions of Section 12 of the Canadian Corporation for the 1967 World Exhibition Act:
These notes are jointly guaranteed as to principal and interest by Her Majesty in right of Canada and Her Majesty in right of the Province of Quebec pursuant to lawful authority in that behalf.
One-third ($\frac{1}{3}$) of the principal is payable annually on the 30th day of June in the years 1968, 1969 and 1970. Interest is payable thereon at the rate of $5\frac{1}{8}\%$ per annum both before and after maturity, from the date of issue semi-annually on the 30th day of June and 31st day of December in each year.
3. Under the terms of the Agreement dated January 18, 1963, between the Government of Canada, the Government of the Province of Quebec and the City of Montreal, after the close of the Exhibition the Corporation is required to pay compensation to Canada, to the Province and to the City in respect of land transferred by them to the Corporation, together with interest from the date of transfer to the date of payment. Estimates of the amount involved are not yet available.
4. The present revised overall plan approved by Canada and the Province of Quebec, as provided for under Section 10 of the Canadian Corporation for the 1967 World Exhibition Act, estimates total overall capital and operating costs of \$332,845,950 for the Exhibition. Receipts from sponsors of projects are estimated at \$54,014,000, revenues from sales of admission tickets, concessions, etc. at \$125,148,160, salvage values and the value of permanent assets remaining at the close of the Exhibition at \$10,520,000 and \$60,507,890 respectively, leaving an estimated net cost of \$82,655,900.
5. Sponsorship has been reflected in the accounts only where payment has been made since final details had not been completed as at December 31, 1965.

CANADIAN CORPORATION FOR THE 1967 WORLD EXHIBITION—*Concluded*

Montreal, March 31, 1966.

TO: THE HONOURABLE ROBERT H. WINTERS,
MINISTER OF TRADE AND COMMERCE, OTTAWA
AND
THE HONOURABLE GÉRARD LÉVESQUE,
MINISTER OF INDUSTRY AND COMMERCE, QUEBEC

Sirs:

We have examined the accounts and financial statements of the Canadian Corporation for the 1967 World Exhibition for the year ended December 31, 1965.

In our opinion certain aspects of the Corporation's financial control require improvement. We have discussed the matter with Management and have been assured that appropriate action will be taken.

Subject to the foregoing, we now report in compliance with Section 17 of the Canadian Corporation for the 1967 World Exhibition Act that, in our opinion

- (a) proper books of account have been kept by the Corporation,
- (b) the financial statements of the Corporation
 - (i) were prepared on a basis consistent with that of the preceding year and are in agreement with the books of account,
 - (ii) in the case of the balance sheet, give a true and fair view of the state of the Corporation's affairs as at the end of the financial year, and
 - (iii) in the case of the statement of operations, give a true and fair view of the operations of the Corporation for the financial year; and
- (c) the transactions of the Corporation that have come under our notice have been within the powers of the Corporation under the Canadian Corporation for the 1967 World Exhibition Act and any other Act applicable to the Corporation.

A. M. HENDERSON, F.C.A.
Auditor General of Canada

GUSTAVE E. TREMBLAY, C.A.
Quebec Provincial Auditor

Consolidated Balance Sheet at December 31, 1965

ASSETS		LIABILITIES	
Current Assets		Current Liabilities	
Cash.....	\$ 30,210,047	Accounts payable.....	\$ 91,453,076
Accounts receivable.....	126,849,294	Accrued charges.....	19,680,342
Material and supplies.....	71,083,427	Other current liabilities.....	9,762,738
Other current assets.....	15,491,683		\$ 120,896,156
Government of Canada—Due on deficit account	12,017,755		
Insurance Fund.....	\$ 255,652,206	Provision for Insurance.....	17,042,171
Investments in Affiliated Companies not Con- solidated	17,042,171	Other Liabilities and Deferred Credits.....	37,134,602
Air Canada.....	240,819,500		
Jointly operated rail and terminal facilities...	48,072,667	Bonds.....	1,368,085,264
		Government of Canada loans and debentures	410,354,762
Property Investment			1,778,440,026
Road.....	2,598,173,109		
Equipment.....	1,403,049,380	SHAREHOLDERS EQUITY	
Other physical properties.....	135,914,225	Government of Canada	
		6,000,000 shares of no par value capital stock of Canadian National Railway Company	359,963,017
Less recorded depreciation.....	4,137,136,714	1,041,964,989 shares of 4% preferred stock of Canadian National Railway Company...	1,041,964,989
	939,002,107	Capital investment of Government of Canada in the Canadian Government Railways...	441,281,292
Other Assets and Deferred Charges			1,843,209,298
Other investments.....	3,853,705		
Prepayments.....	2,215,986	Capital Stock of Subsidiary Companies Owned by Public.....	4,345,185
Unamortized discount on long term debt.....	15,996,908		
Other assets.....	7,403,409		
Deferred charges.....	11,876,279		
	41,346,287		
	\$3,801,067,438		

The notes on page 28 are an integral part of this Balance Sheet.

W. R. CORNER,
Comptroller.

AUDITORS' REPORT

TO THE HONOURABLE THE MINISTER OF TRANSPORT,
OTTAWA, CANADA.

We have examined the consolidated balance sheet of the Canadian National Railway System at December 31, 1965 and the consolidated income statement for the year ended on that date. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

drawn up so as to give a true and fair view of the state of the affairs of the System at December 31, 1965 and of the results of its operations for the year ended on that date according to the best of our information and the explanations given to us and as shown by the books of the System, and in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

We further report that, in our opinion, proper books of account have been kept by the System and the transactions that have come under our notice have been within the powers of the System.

TOUCHE, ROSS, BAILEY & SMART,
Chartered Accountants.

February 21, 1966

CANADIAN NATIONAL RAILWAYS—*Continued*

Notes to Consolidated Financial Statements at December 31, 1965

Note 1: Property Investment

Additions since January 1, 1923 have been recorded at cost and properties and equipment brought into the System at January 1, 1923 are included at the values appearing in the books of the several railways now comprising the System to the extent that these have not been retired or replaced.

Depreciation on Canadian Lines: Depreciation accounting as adopted for equipment in 1940, for hotel properties in 1954 and for track and road structures and all other physical properties except land in 1956 has been continued in 1965. The depreciation rates used are based on the estimated service life of the properties but do not provide for depreciation which was not recorded in prior years under the replacement and retirement accounting principles then in force, nor for extraordinary obsolescence resulting from the introduction of more efficient equipment.

Depreciation on U.S. Lines: Replacement accounting for track and depreciation accounting for equipment and other property except land have been continued in accordance with the regulations of the Interstate Commerce Commission.

Note 2: Material and Supplies

The inventory has been priced at laid down cost based on weighted average cost for ties, rails and fuel and latest invoice price for new materials in general stores, and at estimated utility or sales value for usable second hand, obsolete and scrap materials.

Note 3: Capital Stock

The capital stock of the Canadian National Railway Company (other than the four percent preferred stock) and the capital investment of Her Majesty in the Canadian Government Railways are included in the net debt of Canada and disclosed in the historical record of government assistance to railways as shown in the Public Accounts of Canada.

Note 4: Major Commitments

(a) Pension Funds:

The Company has given a written acknowledgement to the Trustee of the Pension Funds for an amount not exceeding \$444,000,000 for the outstanding liability in respect of prior service of active employees. The pension funds are in the course of re-evaluation by the Trustee's actuaries to determine the amount of the increase in the Company's outstanding liability resulting from revisions in the pension benefits and co-ordination of these with the Canada and Quebec pension plans.

(b) Vacation Pay:

In accordance with past practice the Company has not recorded the liability for vacations earned in 1965 which will be paid in 1966.

(c) Chicago & Western Indiana Railroad Company:

The Grand Trunk Western Railroad Company is liable jointly and severally with four other proprietors as guarantor of principal and interest with respect to \$10,003,000 First Collateral Trust Mortgage 4½% Sinking Fund Bonds due May 1, 1982 of the Chicago & Western Indiana Railroad Company. In addition, the proprietors are obligated to make annual sinking fund payments sufficient to retire the bonds at maturity and to meet interest as it falls due; in the absence of default of any of the other proprietors, Grand Trunk Western's proportion of such annual payments is one-fifth.

(d) The Belt Railway Company of Chicago:

The grand Trunk Western Railroad Company is liable jointly and severally with eleven other proprietors as guarantor of principal, interest and sinking fund payments with respect to \$35,015,000 First Mortgage 4½% Sinking Fund Bonds series "A", due August 15, 1987 of the Belt Railway Company of Chicago. Each proprietor is to make payments to the extent required in proportion to its usage of the Belt's facilities in the preceding three years. For the three years ended December 31, 1965 Grand Trunk Western Railroad's usage was approximately 1.4% of the total.

(e) Detroit & Toledo Shore Line Railroad Company:

The Grand Trunk Western Railroad Company is jointly and severally liable with one other proprietor as guarantor of principal, interest and sinking fund payments with respect to \$2,608,000 First Mortgage 3¼% 30-year series "A" Bonds, due December 1, 1982 of the Detroit & Toledo Shore Line Railroad Company.

Note 5: Contingent Asset

Outstanding at the end of the year was the amount to be paid by the Federal Government in respect of additional wage costs arising out of agreements reached in 1964 with non-operating and other railway employees. In correspondence exchanged with the Prime Minister in 1964 it was stated that the Federal Government would review the financial impact of the agreements on the railways, in the light of the freeze on freight rates and other relevant factors, in order to determine what financial arrangements might be made up to the coming into effect of new railway legislation based on the report of the MacPherson Royal Commission on Transportation.

CANADIAN NATIONAL RAILWAYS—Continued

Consolidated Income Statement

	1965	1964
Railway Operating Revenues		
Freight services.....	\$654,324,287	\$620,622,512
Passenger services.....	58,340,349	51,817,902
Mail.....	11,557,396	10,445,092
Express.....	47,618,403	46,024,149
Other.....	26,698,639	24,722,024
Interim payments—Royal Commission on Transportation.....	28,752,278	29,000,000
Total railway operating revenues	827,291,352	782,631,679
Railway Operating Expenses		
Road maintenance.....	150,984,071	148,013,832
Equipment maintenance.....	168,666,117	165,593,343
Transportation.....	357,040,732	338,460,293
Sales.....	20,049,914	18,739,687
Miscellaneous.....	12,349,008	10,297,314
General.....	71,250,292	63,621,004
Railway tax accruals.....	25,811,044	21,201,828
Equipment and joint facility rents.....	11,230,634	9,247,638
Total railway operating expenses	817,381,812	775,174,939
Net railway operating income	9,909,540	7,456,740
Other Income		
Net income from:		
Telecommunications department.....	5,388,829	4,340,215
Hotels.....	1,074,783	1,897,920
Separately operated trucking companies.....	1,528,581	1,523,192
Other sources.....	10,642,889	8,716,204
Total other income	18,635,082	16,477,531
Net income before interest on debt	28,544,622	23,934,271
Interest Charges		
Total interest on debt.....	73,257,418	74,151,433
Less interest received on loans to Air Canada.....	11,297,912	11,491,258
Net interest on debt	61,959,506	62,660,175
Deficit	\$ 33,414,884	\$ 38,725,904

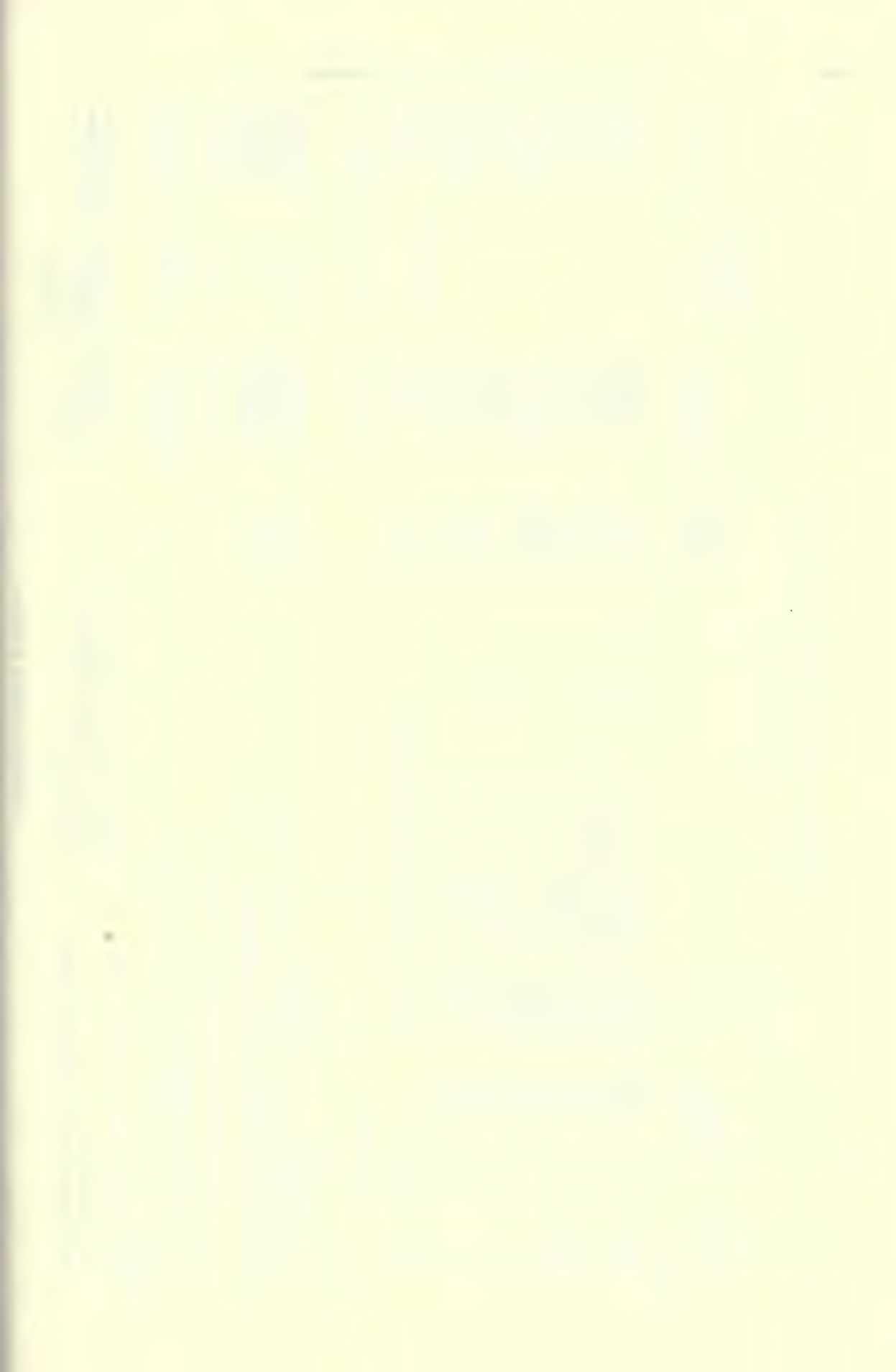
CANADIAN NATIONAL RAILWAYS—Continued

Property Investment Statement

Property Investment at December 31, 1964.....		\$4,046,327,791
Capital Expenditures in 1965		
New lines and diversions.....	\$ 1,476,690	
Roadway improvements.....	25,906,532	
Large terminals.....	3,505,506	
Yard tracks and sidings.....	3,952,711	
Buildings.....	3,545,123	
Highway crossing protection.....	389,833	
Signals.....	787,178	
Roadway and shop machinery.....	3,285,403	
Other facilities.....	1,787,253	
Total—Road property.....	44,636,229	
Branch lines.....	1,066,528	
Equipment.....	69,787,566	
Telecommunications.....	15,054,341	
Hotels.....	5,682,151	
		\$136,226,815
Government of Canada net expenditure on Canadian Govern- ment Railways.....		106,856
Additions to property in 1965.....		136,333,671
Deduction in respect of property retirements in 1965.....		45,524,748
		<u>90,808,923</u>
Property Investment at December 31, 1965.....		<u>\$4,137,136,714</u>

Recorded Depreciation Statement

Recorded Depreciation at December 31, 1964.....		\$ 867,747,677
Add provision for depreciation for the year		
Road property.....	\$ 54,085,739	
Equipment.....	45,891,959	
Other physical properties.....	4,307,351	
		\$104,285,049
Deduct net charges in respect of property retirements.....		33,030,619
		<u>71,254,430</u>
Recorded Depreciation at December 31, 1965.....		<u>\$ 939,002,107</u>



CANADIAN NATIONAL RAILWAYS—Continued

Long Term Debt

Rate %	Maturity (See Notes)	Currency in which payable	Outstanding at Dec. 31, 1964	Transactions Year 1965 Increase or (Decrease)	Outstanding at Dec. 31, 1965
Bonds					
3	Jan. 3, 1966(a)	Canadian	\$ 35,000,000		\$ 35,000,000
2¾	Jan. 2, 1967(b)	Canadian	50,000,000		50,000,000
4½	Apr. 1, 1967(f)	Canadian	72,300,000		72,300,000
5	May 15, 1968(f)	Canadian	55,800,000		55,800,000
2½	Sept. 15, 1969(b)	Canadian	70,000,000		70,000,000
2⅞	Jan. 16, 1971(c)	Canadian	40,000,000		40,000,000
5½	Dec. 15, 1971(f)	Canadian	190,561,500		190,561,500
3¾	Feb. 1, 1974(d)	Canadian	200,000,000		200,000,000
2¾	June 15, 1975(e)	U.S.	6,000,000		6,000,000
5	May 15, 1977(f)	Canadian	84,150,000		84,150,000
4	Feb. 1, 1981	Canadian	300,000,000		300,000,000
5¾	Jan. 1, 1985(f)	Canadian	99,500,000		99,500,000
5	Oct. 1, 1987(f)	Canadian	164,500,000	\$ (1,750,000)	162,750,000
5½	Perpetual	Sterling	795,366		795,366
5½	Perpetual	Sterling	1,228,398		1,228,398
	Total Bonds.....		1,369,835,264	(1,750,000)	1,368,085,264
Government of Canada Loans and Debentures					
	Capital Revision Act: Jan. 1, 1972 Debenture.....	Canadian	100,000,000		100,000,000
	Canadian Government Railways: Advances for Working Capital.....	Canadian	16,983,762		16,983,762
	Financing and Guarantee Acts: Loans.....	Canadian	55,371,000		55,371,000
	Refunding Act, 1955: Loans for Debt Redemption.....	Canadian	238,000,000		238,000,000
	Total Government of Canada Loans and Debentures.....		410,354,762		410,354,762
	Total Long Term Debt.....		\$1,780,190,026	\$ (1,750,000)	\$1,778,440,026

NOTES:

- (a) Refinanced Jan. 3, 1966 under Refunding Act, 1955
 (b) Callable at par
 (c) Callable at par on or after Jan. 16, 1966

- (d) Callable at par on or after Feb. 1, 1972
 (e) Callable to June 14, 1966 at 101%; thereafter to June 14, 1970 at 100½%; thereafter at par

(f) Amounts of ½% or 1% of the original issues may be purchased quarterly through Purchased Funds operated under the conditions of each issue

Government of Canada

No par value capital stock of Canadian National Railway Company.....
4% Preferred stock of Canadian National Railway Company.....
Capital investment in Canadian Government Railways.....

Total Government of Canada.....

Capital Stock of Subsidiary Companies Owned by Public.....

Total Shareholders' Equity.....

Transactions Year 1965 Increase or (Decrease)	Outstanding at Dec. 31, 1964	Outstanding at Dec. 31, 1965
	\$ 359,963,017	\$ 359,963,017
	1,016,106,453	1,041,964,989
	441,174,436	441,281,292
	1,817,243,906	1,843,209,298
	4,345,185	4,345,185
	\$1,821,589,091	\$1,847,554,483

CANADIAN NATIONAL RAILWAYS—Continued
Investments in Jointly Operated Rail and Terminal Facilities

	Percentage Held	Investment at Dec. 31, 1964	Transactions Year 1965 Increase or (Decrease)	Investment at Dec. 31, 1965
The Belt Railway Company of Chicago				
Capital Stock.....	8.33	\$ 240,000		\$ 240,000
Advances.....		66,827	\$ (19,147)	47,680
Chicago & Western Indiana Railroad Company				
Capital Stock.....	20	1,000,000		1,000,000
Advances.....		7,092,970	(34,576)	7,058,394
The Detroit & Toledo Shore Line Railroad Company				
Capital Stock.....	50	1,500,000		1,500,000
Detroit Terminal Railroad Company				
Capital Stock.....	50	1,000,000		1,000,000
Northern Alberta Railways Company				
Capital Stock.....	50	8,540,000	100,000	8,640,000
Bonds.....	50	16,500,000	200,000	16,700,000
The Public Markets, Limited				
Capital Stock.....	50	575,000		575,000
Railway Express Agency, Inc.				
Capital Stock.....	0.6	600		600
Advances.....		173,493		173,493
The Shawinigan Falls Terminal Railway Company				
Capital Stock.....	50	62,500		62,500
The Toronto Terminals Railway Company				
Capital Stock.....	50	250,000		250,000
Bonds.....	50	10,814,700	(189,700)	10,625,000
Advances.....		200,000		200,000
Total.....		<u>\$ 48,016,090</u>	<u>\$ 56,577</u>	<u>\$ 48,072,667</u>

Source and Application of Funds for the Year 1965

Working Capital January 1, 1965.....		\$122,240,045
Source of Funds		
Provision for depreciation.....	\$104,285,049	
Issue of 4% preferred stock.....	25,858,536	
Government of Canada in respect of deficit for the year.....	33,414,884	
Retained proceeds from properties retired.....	12,494,129	
Other (net).....	7,855,106	
	<u>\$183,907,704</u>	
Application of Funds		
Additions to property investment.....	\$136,226,815	
Deficit for the year.....	33,414,884	
Decrease in long term debt.....	1,750,000	
	<u>\$171,391,699</u>	
Net Increase in Working Capital.....		12,516,005
Working Capital December 31, 1965.....		<u>\$134,756,050</u>

CANADIAN NATIONAL RAILWAYS—*Continued*

TOUCHE, ROSS, BAILEY & SMART

CHARTERED ACCOUNTANTS

ROYAL BANK BUILDING, PLACE VILLE MARIE, MONTREAL 2, CANADA

April 4, 1966.

TO THE HONOURABLE THE MINISTER OF TRANSPORT,
OTTAWA, CANADA.

Sir:

As auditors of the Canadian National Railway System we submit, through you, this report to Parliament on our examination of the accounts of the System for the year ended December 31, 1965.

AUDIT REPORT AND SCOPE

The annual report of Canadian National Railways contains our report to you on the financial statements of the Company in the following terms —

"We have examined the consolidated balance sheet of the Canadian National Railway System at December 31, 1965 and the consolidated income statement for the year ended on that date. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

In our opinion, subject to the position with regard to depreciation accruing prior to the adoption of depreciation accounting as referred to in Note 1, the accompanying consolidated balance sheet and the related consolidated income statement are properly drawn up so as to give a true and fair view of the state of the affairs of the System at December 31, 1965 and of the results of its operations for the year ended on that date according to the best of our information and the explanations given to us and as shown by the books of the System, and in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

We further report that, in our opinion, proper books of account have been kept by the System and the transactions that have come under our notice have been within the powers of the System."

SCOPE OF THE AUDIT

The Canadian National is perhaps the largest and most complex business enterprise in the country and as such presents interesting and sometimes unique audit problems. One of the basic problems is the scope of work that is professionally appropriate in performing the audit. As most financial and operating aspects are covered very fully in the annual report issued by the System, we felt it might be useful in our report this year, to outline briefly the major factors considered in deciding on the audit work to be done and to comment briefly on the scope of such work.

DECENTRALIZATION OF ACCOUNTING RESPONSIBILITY

The operating control of the Canadian National is exercised to a great extent by managers in five Canadian regions and in several locations in the United States, Great Britain and Europe. This concept of decentralized operating control also applies to Telecommunications, Hotels and the separately operated trucking companies. Responsibility for the accounting function has been decentralized in line with the operating concept, with the result that each region or operating unit undertakes the accounting for the majority of the transactions within its sphere of influence.

The proper operation of this decentralized accounting system is facilitated by the extensive use of standard procedures. The design and documentation of these procedures is largely carried out by headquarters personnel and their effective implementation is assisted by close contact between headquarters and operating units as well as through the work of both internal and external auditors.

To audit the information accumulation procedures we have developed a programme which provides for the examination of each of the major aspects of the accounting and control systems in at least one Company location each year. Because the accounting policies and procedures are sound and largely standard throughout the organization we do not consider it necessary to examine all accounting aspects of all Company locations each year. For example, we might examine payroll procedures in one region, revenue procedures in another and materials and stores accounting in a third.

To indicate the geographic scope of this, the following is a list of Canadian National operating locations visited from our various offices during 1965.

CANADIAN NATIONAL RAILWAYS—Continued

CANADIAN NATIONAL OPERATING LOCATION	TOUCHE, ROSS, BAILEY & SMART OFFICE
Newfoundland Area	Saint John, N.B.
Atlantic Region	
Maritime Area	
Ferry Services	
Eastern Transport Limited	Halifax, N.S.
St. Lawrence Region	Montreal, Que.
Champlain Area	
CN Headquarters	
CN Hotels	
Data Processing	
Great Lakes Region	Toronto, Ont.
Toronto Area	
CN Telecommunications (Headquarters)	
Hoar Transport Company Limited	
Toronto-Peterborough Transport Company Limited	
Data Processing	
Prairie Region	Winnipeg, Man.
Winnipeg Area	
Mountain Region	Edmonton, Alta.
Edmonton Area	
East-West Transport Ltd.	Calgary, Alta.
Empire Freightways Limited	
Grand Trunk Western Railroad Company and subsidiaries	Detroit, Mich.
Duluth, Winnipeg and Pacific Railway Co. and subsidiaries	Minneapolis, Minn.
European Organization (Headquarters)	London, England
CNR (France)	Paris, France

Through this work we had an opportunity to review the wide range of problems encountered by Canadian National personnel in meeting changing financial information requirements and in implementing new controls to correct weaknesses and improve efficiency. During the year we discussed with the Company's staff a number of these problems and suggested some improvements.

We can report again that Canadian National accounting and control policies and procedures are in line with current accounting practice and that their implementation is effective.

THE EXTENT OF THE DATA PROCESSING SYSTEM

The scope of the data processing function in the Canadian National is continuing to expand and its use plays an ever increasing role in the dissemination of information throughout the Company. As auditors we have been concerned largely with the role played by this function in the areas of financial accounting and control. Payrolls, personnel statistics, pension accumulations and payments, certain aspects of both revenue and materials and stores accounting, as well as the management responsibility reporting are all done on computers. At present the Canadian National has a large scale computer situated in Montreal and a number of medium size computers in addition to punch card equipment located at various points throughout the System.

In the course of our audits we have made a number of reviews of both the areas using data processing and the data processing function itself. Our audit programmes have been designed to test the major controls as well as to take advantage of the information produced. In our opinion, considering the magnitude and complexity of the Company's operations, a good approach has been taken to data processing control. We are impressed with the attention given to developing new approaches to various management information problems and in our opinion the Company is developing one of the more sophisticated data processing operations in use in this country.

INTERNAL AUDIT

The internal audit function is a major factor in determining the scope of the annual external audit. The Canadian National internal auditors examine various aspects of Company operations each year, usually covering some operating and financial control functions in each region and in each of the other operating units. The quality of their work has remained high although a shortage of qualified personnel has had some effect on the extent of their audit coverage during the year. Our programme was integrated with theirs again this year.

CANADIAN NATIONAL RAILWAYS—*Concluded*

FINANCIAL STATEMENTS

There are a few aspects of the Canadian National's financial position on which we will comment. To give perspective to these remarks it is useful to summarize the CN's financial position at the last two year end dates:

	1965	1964
ASSETS		
	MILLIONS	
Working capital.....	\$ 134.7	\$ 122.2
Investments in affiliated companies not consolidated.....	288.9	288.8
Property investment — less recorded depreciation.....	3,198.1	3,178.6
Other assets.....	58.4	60.7
	<u>\$3,680.1</u>	<u>\$3,650.3</u>
LIABILITIES		
Long term debt.....	\$1,778.4	\$1,780.2
Other liabilities and provisions.....	54.1	48.5
Shareholders' equity.....	1,847.6	1,821.6
	<u>\$3,680.1</u>	<u>\$3,650.3</u>

WORKING CAPITAL

The increase of \$12.5 million in working capital during the year is explained in the statement of source and application of funds submitted with the annual report.

Included in working capital at the year end date was \$12.0 million to be received from the Federal Government on account of the 1965 deficit of \$33.4 million. We had understood that, as in the past, payment of this amount to Canadian National would be authorized by a Financing and Guarantee Act. Actually, provision for payment of the balance of the deficit was incorporated in Supplementary Estimates (D) for the fiscal year ended March 31, 1966 and payment was made to the Company under authority of Order-in-Council P.C. 1966-508 dated March 17, 1966.

We reported last year that this practice of providing funds to the Canadian National through legislation passed in the following year leaves the Company without the statutory authority to obtain advances on deficit account during the last six months of the year. We again suggest that some procedure should be devised by the Government to provide authority to the appropriate Minister to make deficit payments on a current basis.

PROPERTY INVESTMENT

The net change during the year in property investment, less recorded depreciation, was \$19.5 million. The cost of additions to property in 1965 amounted to \$136.2 million compared with the capital budget of \$145.5 million and \$135.0 million actual expenditures in the previous year. The property additions by type in the last two years are shown in the following table.

	1965	1964
	MILLIONS	
Road property.....	\$ 44.6	\$ 62.1
Branch lines.....	1.1	.3
Equipment.....	69.8	50.5
Telecommunications.....	15.0	18.2
Hotels.....	5.7	3.9
	<u>\$136.2</u>	<u>\$135.0</u>

In addition to these capital expenditures, the construction of the Great Slave Lake Railway was continued and virtually completed in 1965. As the Federal Government reimburses the Canadian National in full for construction costs, the above capital expenditures do not include \$12.2 million expended on this railway during 1965. The accumulated cost to December 31, 1965 of this branch line is \$67.2 million.

We have received excellent co-operation from the officers and the staff of the Canadian National during the conduct of our audit and we take this opportunity of expressing our appreciation.

Respectfully submitted,
TOUCHE, ROSS, BAILEY & SMART

THE CANADIAN NATIONAL RAILWAYS SECURITIES TRUST

Montreal, 7 February 1966

THE HONOURABLE J. W. PICKERSGILL, P.C.
MINISTER OF TRANSPORT
OTTAWA

Sir:

In conformity with Section 17 of the Canadian National Railways Capital Revision Act, 1952, the Trustees of the Canadian National Railways Securities Trust submit the following report for the calendar year 1965.

There were no transactions during the year affecting the collateral securities held by the Securities Trust.

The Trustees present herewith the Balance Sheet at 31 December 1965.

D. GORDON,
For the Trustees

THE CANADIAN NATIONAL RAILWAYS SECURITIES TRUST—Continued

Balance Sheet at December 31st, 1965

ASSETS	
Claims for Principal of Loans—	
Canadian Northern Railway.....	\$312,334,805.10
Grand Trunk Railway.....	118,582,182.33
Grand Trunk Pacific Railway.....	116,006,599.08
Canadian National Railway Company...	96,936,971.75
	<u>\$643,860,558.26</u>
Claims for Interest on Loans —	
Canadian Northern Railway.....	\$309,702,897.65
Grand Trunk Railway.....	103,250,802.95
Grand Trunk Pacific Railway.....	107,326,622.84
Canadian National Railway Company...	54,501,313.57
	<u>574,781,637.01</u>
Transactions of Canadian National Railway System subsequent to January 1st, 1937, affecting the book value of the capital stock of the Securities Trust.....	
	71,925,579.14
Securities Held —	
Collateral Securities — Schedule A.1....	

\$1,290,567,774.41

Amount by which the book value of claims and interest thereon exceeded the initial stated value as of January 1st, 1937....

948,604,757.39

W. R. CORNER,
Comptroller

\$1,290,567,744.41

CERTIFICATE OF AUDITORS

We have examined the books and records of The Canadian National Railways Securities Trust for the year ended December 31, 1965.

The Collateral and Other Securities, as set out in Schedule A. 1 attached hereto, were verified by examination.

Dated at Montreal,
7 February 1966.

In our opinion, the above Balance Sheet is properly drawn up so as to exhibit a true and correct view of the state of the Trust's affairs at December 31, 1965, in accordance with the provisions of The Canadian National Railways Capital Revision Act, 1952.

TOUCHE, ROSS, BAILEY & SMART
Chartered Accountants

THE CANADIAN NATIONAL RAILWAYS SECURITIES TRUST—Concluded

Summary of Indebtedness transferred from the Government of Canada to the Securities Trust

Loans Outstanding

CANADIAN NORTHERN RAILWAYS:

3½% Loan, Chapter 6, 1911.....	\$ 2,396,099 68	None. Charge is on premises mortgages October 4, 1911.		
4% Loan, Chapter 20, 1914.....	5,294,000 02	None.		
5% Loan, Chapter 4, 1915.....	10,000,000 00	None.		
6% Loan, Chapter 29, 1916.....	15,000,000 00	Mortgages dated June 23 and June 26, 1916.		
†6% Loan, Chapter 24, 1917.....	25,000,000 00	6% Demand Notes.....		\$33,012,414 32
†6% Loan, Vote 110, 1918.....	25,000,000 00	6% Demand Notes.....		27,203,003 65
†6% Loan, Vote 108, 1919.....	35,000,000 00	6% Demand Notes.....		40,031,122 27
†6% Loan, Vote 127, 1920.....	48,611,077 00	6% Demand Notes.....		53,008,779 65
†6% Loan, Vote 126, 1921.....	44,419,806 42	6% Demand Notes.....		50,259,312 47
†6% Loan, Vote 136, 1922.....	42,800,000 00	6% Demand Notes.....		46,691,634 60
6% Loan, War Measures Act, 1918.....	1,887,821 16	6% Demand Notes.....		5,700,000 00
†6% Equipment Loan, Chapter 38, 1918.....	56,926,000 82	3½% Debenture Stocks.....		5,109,999 99
†Mortgage covering loans above.....		6% Demand Notes.....		56,858,496 44
Total Canadian Northern.....	\$312,334,805 10	Mortgage dated November 16, 1917.....		

GRAND TRUNK RAILWAY:

6% Loan, Vote 478, 1920.....	\$ 25,000,000 00	6% Demand Notes.....		\$25,479,226 97
6% Loan, Vote 126, 1921.....	55,293,435 00	6% Demand Notes.....		56,646,816 12
6% Loan, Vote 137, 1922.....	23,288,747 15	6% Demand Notes.....		23,288,747 15
4% Loan to G.T. Pacific, Chapter 23, 1913, guaranteed by Grand Trunk.....	15,000,000 00	4% Demand Note.....		15,000,000 00
Total Grand Trunk.....	\$118,582,182 33	4% G.T.P. Debentures.....		15,000,000 00

GRAND TRUNK PACIFIC RAILWAY:

3% Bonds, Chapter 24, 1913.....	\$ 33,048,000 00	3% 1st. Mortgage Bonds.....		\$33,048,000 00
6% Loan, Chapter 4, 1915.....	6,000,000 00	4% Sterling Bonds.....		7,499,952 00
6% Loan, Vote 441, 1916.....	7,081,783 45	Mortgage, June 28, 1916.....		
6% Loan, Vote 444, 1917.....	5,038,053 72	Mortgage, October 18, 1917.....		
6% Loan, Vote 110, 1918.....	7,471,399 93	Mortgage, October 18, 1917.....		
Receiver's Advances, P.C. 635, March 26, 1919.....	45,764,162 35	Receiver's Certificates.....		53,339,162 74
Interest guaranteed by Govt. of Canada.....	8,704,662 65	Cremation Certificates, coupons destroyed.....		8,698,170 42
Interest guaranteed by Provinces of Alberta and Saskatchewan.....	2,898,536 98	Cremation Certificates, coupons destroyed.....		2,925,723 88
Total Grand Trunk Pacific.....	\$116,006,599 08			

Notes and Collateral Held

6% Loan, Vote 139, 1923.....	\$24,550,000 00	{ 6% Canadian Northern Demand Note. G.T.P. Receiver's Certificates..... G.T.P. Interest Coupons (Cremation Certificates).....	\$12,655,019 57 3,313,530 01 1,530,831 96
5% Loan, Vote 137, 1924.....	10,000,000 00	{ 5% Canadian Northern Demand Note. G.T.P. Receiver's Certificates..... G.T.P. Interest Coupons (Cremation Certificates).....	1,318,315 86 4,691,173 58 1,530,822 24
5% Loan, Vote 377, 1925.....	10,000,000 00	{ 5% Canadian Northern Demand Note. G.T.P. Receiver's Certificates.....Cr. G.T.P. Interest Coupons (Cremation Certificates).....	9,496,718 21 1,422,425 17 1,530,802 80
5% Loan, Vote 372, 1926.....	10,000,000 00	{ 5% Canadian Northern Demand Note. G.T.P. Receiver's Certificates.....Cr. G.T.P. Interest Coupons (Cremation Certificates).....	9,062,624 30 364,898 78 1,530,880 56
5% Loan, Vote 336, 1929.....	2,932,652 91	5% Canadian National Railway Company Demand Notes	2,932,652 91
5% and 5¼% Loans, Chapter 22, 1931.....	29,910,400 85	5% and 5¼% Canadian National Railway Company Demand Notes.....	29,910,400 85
5¼% Loans, Chapter 6, 1932.....	11,210,815 56	5¼% Canadian National Railway Company Demand Notes.	11,210,815 56
Less: adjustment authorized by the Capital Revision Act, 1937.....Cr.	1,666,897 57		
Total Canadian National Railway Company.....	\$ 96,936,971 75		
Total Loans.....	<u>\$643,860,558 26</u>		

CANADIAN NATIONAL (WEST INDIES) STEAMSHIPS, LIMITED—*Continued*

Statement of Capital Surplus for the year ended December 31, 1965

Balance as at January 1, 1965.....		\$217,418
<i>Add:</i>		
War claim received.....	\$9,425	
Interest earned on bank deposit.....	2,403	
		<u>11,828</u>
		229,246
<i>Deduct:</i>		
Claim paid.....	2,910	
Legal and other expenses.....	900	
		<u>3,810</u>
Balance as at December 31, 1965.....		<u><u>225,436</u></u>

CANADIAN NATIONAL (WEST INDIES) STEAMSHIPS, LIMITED—*Concluded*

AUDITOR GENERAL OF CANADA

Ottawa, February 9, 1966

THE HONOURABLE J. W. PICKERSGILL,
MINISTER OF TRANSPORT,
OTTAWA.

Sir,

I have examined the accounts and financial statement of Canadian National (West Indies) Steamships, Limited for the year ended December 31, 1965. In compliance with the requirements of section 87 of the Financial Administration Act, I report that, in my opinion:

- (a) proper books of account have been kept by the Company;
- (b) the financial statement of the Company
 - (i) was prepared on a basis consistent with that of the preceding year and is in agreement with the books of account, and
 - (ii) gives a true and fair view of the state of the Company's affairs as at the end of the financial year; and
- (c) the transactions of the Company that have come under my notice have been within the powers of the Company under the Financial Administration Act and any other Act applicable to the Company.

Yours faithfully,

A. M. HENDERSON
Auditor General of Canada.

(ESTABLISHED BY THE CANADIAN OVERSEAS TELECOMMUNICATION CORPORATION ACT)

51

(with comparative figures as at March 31, 1965)

The accompanying notes are an integral part of the financial statements.

Director

Auditor General of Canada

CANADIAN OVERSEAS TELECOMMUNICATION CORPORATION—Continued

Statement of Income and Expense for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

	1966	1965
INCOME		
Telegraph, telephone, telex, circuit rentals, etc.....	\$ 17,967,279	\$ 15,354,717
EXPENSE		
Operating salaries and wages.....	\$ 3,109,113	2,684,686
Administrative salaries.....	924,308	754,104
Employees' welfare benefits.....	224,430	174,226
Rental of circuits, etc.....	2,177,543	1,893,551
Maintenance and repairs — plant and equipment.....	981,053	1,518,263
Interest (after capitalizing \$162,535).....	2,523,960	2,604,489
Depreciation.....	4,828,252	4,016,168
Other operating and administrative expenses.....	931,385	986,221
	15,700,044	14,631,708
Deduct: Estimated amount recoverable from Commonwealth Net work — excess of applicable expenditures over Cor- poration's share of total Commonwealth Network expenses	2,833,583	3,699,406
	12,866,461	10,932,302
Profit before Income Tax.....	5,100,818	4,422,415
Deduct: Income Tax (Note 2).....	2,540,259	2,201,057
Net Profit for Year.....	2,560,559	2,221,358

The accompanying notes are an integral part of the financial statements.

CANADIAN OVERSEAS TELECOMMUNICATION CORPORATION—*Continued*

Notes to Financial Statements

1. As at March 31, 1966, the estimated cost of completing capital projects, as approved by Order in Council P.C. 1966-979 dated May 26, 1966, amounted to approximately \$29,800,320 of which \$12,800,820 relates to the year ending March 31, 1967.
2. The income taxes payable in respect of the year amount to \$2,379,035. The difference of \$161,224 between this and the taxes charged against income results from claiming for tax purposes an amount greater than the depreciation recorded in the accounts. This difference is applicable to those future periods in which the amounts claimed for tax purposes will be less than the depreciation recorded in the accounts and is accordingly included in the balance sheet in the item "Accumulated Tax Reductions Applicable to Future Years".
3. The advances from the Government of Canada are repayable in semi-annual instalments over varying periods in accordance with the terms and conditions laid down by the Governor in Council. The repayments during the year ended March 31, 1966 totalled \$2,531,615 and instalments falling due for repayment during the year ending March 31, 1967 aggregate \$2,748,584.
4. Included in the expenses for 1965-66 are: remuneration of executive officers, \$105,143; directors' fees, \$1,600; and legal expenses \$2,104.

CANADIAN OVERSEAS TELECOMMUNICATION CORPORATION—*Concluded*

AUDITOR GENERAL OF CANADA

Ottawa, June 20, 1966

THE HONOURABLE J. W. PICKERSGILL,
MINISTER OF TRANSPORT,
OTTAWA.

Sir,

I have examined the accounts and financial statements of the Canadian Overseas Telecommunication Corporation for the year ended March 31, 1966. In compliance with the requirements of section 87 of the Financial Administration Act, I report that, in my opinion:

- (a) proper books of account have been kept by the Corporation;
- (b) the financial statements of the Corporation
 - (i) were prepared on a basis consistent with that of the preceding year and are in agreement with the books of account,
 - (ii) in the case of the balance sheet, give a true and fair view of the state of the Corporation's affairs as at the end of the financial year, and
 - (iii) in the case of the statement of income and expense, give a true and fair view of the income and expense of the Corporation for the financial year; and
- (c) the transactions of the Corporation that have come under my notice have been within the powers of the Corporation under the Financial Administration Act and any other Act applicable to the Corporation.

Yours faithfully,

A. M. HENDERSON
Auditor General of Canada

(INCORPORATED UNDER THE CANADA CORPORATIONS ACT)

Balance Sheet as at March 31, 1966

(with comparative figures as at March 31, 1965)

ASSETS		LIABILITIES	
	1966	1965	1966
Cash.....	\$ 195,937	\$ 70,309	\$ 267,472
Accounts receivable.....	46,624	68,668	25,200
Investments in bonds of, or guaranteed by, the Government of Canada, at cost (market value, March 31, 1966, \$1,075,395; March 31, 1965, \$1,088,047).....	\$ 1,109,479	1,094,635	
Add: Accrued interest.....	15,235	13,495	296,199
	1,124,714	1,108,130	
Prepaid promotion and development expense.....	212,500		
			990,904
			889,447
			1,287,103
	\$ 1,579,775	\$ 1,247,107	\$ 1,579,775
			\$ 1,247,107

NOTE: The Company had outstanding commitments amounting to approximately \$66,400 as at March 31, 1966, in respect of a development program.

Approved on behalf of the Board

F. T. ROSSER
Director

F. McKIM
Director

I have examined the above Balance Sheet and the related Statement of Income and Expense and have reported thereon under date of June 9, 1966, to the Chairman of the Committee of the Privy Council on Scientific and Industrial Research.

A. M. HENDERSON
Auditor General of Canada

CANADIAN PATENTS AND DEVELOPMENT LIMITED—Continued

Statement of Income and Expense for the year ended March 31, 1966

(with comparative figures for the year ended March 31, 1965)

		1966	1965
INCOME			
Royalties, licensing fees, etc.....	\$350,050		\$396,582
Less: costs of licensing rights and related technical assistance, etc.....	50,645		34,978
		\$299,405	361,604
Interest earned.....		52,903	45,091
Income from agency agreements.....		15,184	4,153
Miscellaneous income.....		2,031	104
		369,523	410,952
EXPENSE			
Salaries.....	90,599		30,610
Patent attorneys' fees and other patenting costs.....	85,627		44,210
Promotion and development.....	50,872		49,761
Services provided by National Research Council.....	20,000		48,000
Awards to inventors.....	15,244		17,370
Travel.....	3,487		999
Legal fees.....	495		1,841
Miscellaneous.....	1,742		1,048
		268,066	193,839
Net profit.....		\$101,457	\$217,113

NOTE: Salaries for the year 1966 include directors' fees, \$375 (\$350).

CANADIAN PATENTS AND DEVELOPMENTS LIMITED—*Concluded*

AUDITOR GENERAL OF CANADA

Ottawa, June 9, 1966

THE HONOURABLE C. M. DRURY,
CHAIRMAN OF THE COMMITTEE OF THE PRIVY COUNCIL
ON SCIENTIFIC AND INDUSTRIAL RESEARCH,
OTTAWA.

Sir,

I have examined the accounts and financial statements of Canadian Patents and Development Limited for the year ended March 31, 1966. In compliance with the requirements of section 87 of the Financial Administration Act, I report that, in my opinion:

- (a) proper books of account have been kept by the Company;
- (b) the financial statements of the Company
 - (i) were prepared on a basis consistent with that of the preceding year and are in agreement with the books of account,
 - (ii) in the case of the balance sheet, give a true and fair view of the state of the Company's affairs as at the end of the financial year, and
 - (iii) in the case of the statement of income and expense, give a true and fair view of the income and expenses of the Company for the financial year; and
- (c) the transactions of the Company that have come under my notice have been within the powers of the Company under the Financial Administration Act and any other Act applicable to the Company.

Yours faithfully,

A. M. HENDERSON
Auditor General of Canada

W. C. McNAMARA
Chief Commissioner

J. B. LAWRIE
Assistant Chief Commissioner

G. N. VOGEL
Commissioner

D. H. TRELEAVEN
Commissioner

R. L. KRISTJANSON
Commissioner

DELOITTE, PLENDER, HASKINS & SELLS
Auditors

THE CANADIAN WHEAT BOARD—Continued
1964 - 65 Pool Account — Wheat
Statement of Operations for the crop year ended July 31, 1965

	Bushels	Amount
Wheat acquired:		
Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur or Vancouver.....	523,704,699	\$721,925,623
Net bushels acquired from the adjustment of overages and shortages, etc., at country and terminal elevators at Board initial prices basis in store Fort William/Port Arthur or Vancouver.....	1,801,688	2,581,842
Purchased from 1963-64 Pool Account—Wheat.....	96,517,791	182,143,537
	622,024,178	\$ 906,651,002
Wheat sold:		
Completed sales at realized prices basis in store Fort William/Port Arthur, Vancouver or Churchill:		
Domestic.....	30,612,741	
Export sales at Class II prices.....	85,342,411	
Export sales under the terms of the International Wheat Agreement.....	98,471,932	
Weight losses in transit and in drying.....	1,184,836	
	215,611,920	\$395,008,928
Uncompleted sales at contract values basis in store Fort William/Port Arthur, Vancouver or Churchill:		
Domestic.....	4,175,060	
Export sales at Class II prices.....	169,178,271	
Export sales under the terms of the International Wheat Agreement.....	42,315,118	
	215,668,449	789,132,439
Stocks of wheat—stated at initial prices paid to producers basis in store Fort William/Port Arthur or Vancouver.....	190,743,809	267,026,678
	622,024,178	
Surplus on wheat transactions.....		149,508,115
Deduct: Carrying costs, interest, administrative and general expenses, etc.:		
Carrying charges:		
Carrying charges on wheat stores in country elevators.....		25,328,964
Storage on wheat stored in terminal elevators.....		8,406,062
Net interest paid to agents on agency wheat stocks.....		1,747,298
		35,482,324

Less: Carrying charges received under the Temporary Wheat Reserves Act.....	15,564,089
Bank interest, exchange and bank charges less net interest recovered from other Board accounts.....	19,918,235
Net additional freight on wheat shipped from country stations to terminal positions.....	4,757,232
Handling, stop-off and diversion charges on wheat warehoused at interior terminals.....	486,435
Drying charges.....	219,453
Administrative and general expenses to July 31, 1965.....	1,795,730
	1,537,184
	<u>28,714,269</u>

\$ 120,793,846

Credit balance in the 1964-65 Pool Account—Wheat, as at July 31, 1965, after valuing stocks of wheat on hand at initial prices paid to producers basis in store Fort William/Port Arthur or Vancouver.....

THE CANADIAN WHEAT BOARD—Continued
1964 - 65 Pool Account — Oats
Statement of Operations for the crop year ended July 31, 1965

	Bushels	Amount
Oats acquired:		
Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur.....	38,758,289	\$ 21,491,823
Oats otherwise purchased at Board initial prices basis in store Fort William/Port Arthur.....	40	19
Oats purchased from 1963-64 Pool Account—Oats.....	18,966,724	13,792,525
	<u>57,725,053</u>	<u>\$ 35,284,367</u>
Oats sold: ①		
Completed sales at realized prices basis in store Fort William/Port Arthur or Vancouver.....	25,812,599	20,317,123
Weight losses in drying.....	401	
Uncompleted sales at contract values basis in store Fort William/Port Arthur or Vancouver.....	8,043,361	5,905,733
Stocks of oats—stated at initial prices paid to producers basis in store Fort William/Port Arthur.....	23,868,692	13,228,671
	<u>57,725,053</u>	<u>39,451,527</u>
Surplus on oats transactions.....		4,167,160
Deduct: Carrying costs, interest, administrative and general expenses, etc:		
Carrying charges:		
Carrying charges on oats stored in country elevators.....	\$ 2,655,438	
Storage on oats stored in terminal elevators.....	343,267	
Interest and bank charges.....		2,998,705
Freight recovered on shipments of oats to Vancouver for export.....		158,554
Drying charges.....		(8,288)
Brokerage and Clearing Association charges.....		482
Administrative and general expenses to July 31, 1965.....		5,865
		<u>113,764</u>
		<u>3,269,082</u>
		<u>\$ 898,078</u>

Credit balance in the 1964-65 Pool Account—Oats, as at July 31, 1965, after valuing stocks of oats on hand at initial prices paid to producers basis in store Fort William/Port Arthur.....

① Excluding open future sales contracts of 2,622,000 bushels of October oats and open futures purchase contracts of 1,027,000 bushels of May oats adjusted to the market close as at July 31, 1965.

THE CANADIAN WHEAT BOARD—Continued

1964 - 65 Pool Account — Barley

Statement of Operations for the crop year ended July 31, 1965

	Bushels	Amount
Barley acquired:		
Purchased from Producers at Board initial prices basis in store Fort William/Port Arthur.....	71,426,278	\$ 62,606,476
Barley otherwise purchased at Board initial prices basis in store Fort William/Port Arthur.....	587	421
Barley purchased from 1963-64 Pool Account—Barley.....	19,083,149	22,702,316
	<u>90,510,014</u>	<u>\$ 85,309,213</u>
Barley sold: ①		
Completed sales at realized prices basis in store Fort William/Port Arthur or Vancouver.....	44,547,314	55,900,162
Weight losses in drying.....	81,455	
Uncompleted sales at contract values basis in store Fort William/Port Arthur or Vancouver.....	9,487,644	11,292,120
Stocks of barley—stated at initial prices paid to producers basis in store Fort William/Port Arthur.....	36,393,601	31,346,129
	<u>90,510,014</u>	<u>98,538,411</u>
Surplus on barley transactions.....		13,229,198
Deduct:		
Carrying costs, interest, administrative and general expenses, etc.: Carrying charges: Carrying charges on barley stored in country elevators.....		\$ 3,338,621
Storage on barley stored in terminal elevators.....		450,555
Interest and bank charges.....		3,789,176
Freight recovered on shipments of barley to Vancouver for export.....		70,968
Drying charges.....		(251,546)
Brokerage and Clearing Association charges.....		118,569
Administrative and general expenses to July 31, 1965.....		8,375
		<u>209,651</u>
		<u>3,945,193</u>
Credit balance in the 1964-65 Pool Account—Barley, as at July 31, 1965, after valuing stocks of barley on hand at initial prices paid to producers basis in store Fort William/Port Arthur.....		<u>\$ 9,284,005</u>

① Excluding open future sales contracts of 3,615,000 bushels of October barley and open futures purchase contracts of 734,000 bushels of May barley adjusted to the market close as at July 31, 1965.

THE CANADIAN WHEAT BOARD—Continued
Statement of Administrative and General Expenses and Allocations to Operations
for the year ended July 31, 1965

Administrative and general expenses:		
Salaries—Board members, officers and staff	\$2,314,752	
Unemployment insurance, pension, group insurance and medical plan costs	178,026	
Advisory committee—travelling expenses and per diem allowance	724	
Rental and lighting of offices, including maintenance of The Canadian Wheat Board Building—net of rentals received	228,539	
Telephones—exchange service and long distance calls	39,979	
Telegrams, cables and telex expense	23,922	
Postage	53,910	
Printing, stationery and supplies	161,240	
Office expenses	23,781	
Travelling expenses	81,222	
Travelling expenses—inspectors	33,812	
Legal fees and court costs	9,611	
Audit fees	47,200	
Tabulating equipment—rental and sundries	292,577	
Repairs and upkeep of office machinery and equipment	4,989	
Grain market publications and services	8,753	
Bonds and insurance	6,388	
		\$3,447,160
Allocations to operations:		
1. Marketing of Producers' grain:		
1964-65 Pool Account—Wheat		\$1,537,184
1964-65 Pool Account—Oats		113,764
1964-65 Pool Account—Barley		209,651
1963-64 Pool Account—Wheat		1,409,689
1963-64 Pool Account—Oats		62,266
1963-64 Pool Account—Barley		114,606
2. Distributing final payments to Producers:		
(a) Wheat:		
1963-64 Pool Account		81,106
1962-63 Pool Account		8,906
1961-62 Pool Account		1,661
1960-61 Pool Account		634
1959-60 Pool Account		372
1958-59 Pool Account		322
1957-58 Pool Account		272
		93,273
(b) Coarse Grains:		
1963-64 Pool Account—Oats		33,528
1963-64 Pool Account—Barley		35,510
1962-63 Pool Account—Oats		3,207
1962-63 Pool Account—Barley		3,229
1961-62 Pool Account—Oats		556
1961-62 Pool Account—Barley		721
1960-61 Pool Account—Oats		289
1960-61 Pool Account—Barley		347
1959-60 Pool Account—Oats		219
1959-60 Pool Account—Barley		244
1958-59 Pool Account—Oats		194
1958-59 Pool Account—Barley		219
1957-58 Pool Account—Oats		169
1957-58 Pool Account—Barley		194
		78,626

Grain Exchange dues.....
Express, freight and cartage on stationery, etc.....
Depreciation on building, furniture, equipment and automobiles

3,735
4,448
161,451

\$3,679,059

60,000
\$3,679,059

3. Allocation authorized by Order in Council
P.C. 1964-1076 from Special Account—
Undistributed Payment Accounts in par-
tial payment of administrative and gen-
eral expenses incurred in respect of the
Prairie Grain Advance Payments Act..

EXHIBIT VI

THE CANADIAN WHEAT BOARD—*Concluded*Statement of Advance Payments to Producers under the Prairie Grain Advance Payments Act
As at July 31, 1965 for the Crop Years 1957-58 to 1964-65 inclusive

	Cash advances to Producers	Advances repaid by Producers	Balance to be refunded by Producers
1957-58 Crop Year.....	\$ 35,203,467	\$ 35,199,421	\$ 4,046
1958-59 Crop Year.....	34,369,653	34,364,632	5,021
1959-60 Crop Year.....	38,492,505	38,484,981	7,524
1960-61 Crop Year.....	63,912,550	63,897,040	15,510
1961-62 Crop Year.....	16,656,713	16,635,396	21,317
1962-63 Crop Year.....	29,251,526	29,221,509	30,017
1963-64 Crop Year.....	62,136,418	61,937,812	198,606
1964-65 Crop Year.....	32,961,844	30,917,266	2,044,578
	<u>\$312,984,676</u>	<u>\$310,658,057</u>	
Balance to be refunded by Producers as at July 31, 1965.....			2,326,619
<i>Add:</i>			
Bank interest to July 31, 1965 payable by the Government of Canada under the provisions of Section 15(a) of the Prairie Grain Advance Payments Act.....		5,528,701	
Less: Amount paid to July 31, 1965.....		5,517,156	
			11,545
			<u>2,338,164</u>
<i>Deduct:</i>			
Balance of funds received to cover advance payments in default:			
Government of Canada.....		23,515	
Line Elevator Companies.....		2,613	
Interest received on default payments, net of bank charges and exchange.....		160,811	
			<u>186,939</u>
Owing to The Canadian Wheat Board as at July 31, 1965.....			<u>\$ 2,151,225</u>

AUDITORS' REPORT

DELOITTE, PLENDER, HASKINS & SELLS
CHARTERED ACCOUNTANTS
WINNIPEG, MANITOBA

To THE CANADIAN WHEAT BOARD
WINNIPEG, MANITOBA

We have examined the balance sheet of The Canadian Wheat Board as at July 31, 1965 and the statements of operations and administrative and general expenses for the crop year ended on that date. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

In our opinion the accompanying balance sheet and statements of operations and administrative and general expenses present fairly the financial position of The Canadian Wheat Board as at July 31, 1965 and the results of its operations for the crop year ended on that date, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Our examination also included the accompanying Statement of Advance Payments to Producers under the Prairie Grain Advance Payments Act as at July 31, 1965 for the crop years 1957-58 to 1964-65 inclusive. In our opinion this statement presents fairly the result of transactions on this account as at July 31, 1965.

January 28, 1966

DELOITTE, PLENDER, HASKINS & SELLS
Auditors

CENTENNIAL COMMISSION

Statement of Expense for the year ended March 31, 1966

(with comparative figures for the year ended March 31, 1965 and cumulative figures from the establishment of the Commission on September 29, 1961 to March 31, 1966)

	1966	1965	Cumulative to date
Programs and projects of national significance (Exhibit "A").....	\$7,592,152	\$2,438,698	\$11,800,411
Grants to provinces for approved projects of a lasting nature (Exhibit "B").....	4,468,985	976,342	5,445,327
Administrative Expenses:			
Salaries.....	763,447	464,778	1,492,428
Professional and special services.....	318,110	89,512	452,337
Exhibits, displays and films.....	249,500	49,060	298,560
Travelling.....	134,448	70,266	241,006
Informational programs and publications.....	85,725	18,162	112,379
Stationery, supplies and office equipment.....	81,867	24,147	130,666
Accommodation.....	78,500	36,500	140,000
Telephone and telegraph.....	44,626	14,781	65,351
Contributions to Public Service Superannuation Account and other employee benefits.....	44,410	29,101	89,690
National Conference on the Centennial of Confederation.....	40,167	32,996	101,750
Accounting services.....	11,600	6,500	24,600
Other.....	50,448	25,898	85,852
	<u>1,902,848</u>	<u>861,701</u>	<u>3,234,619</u>
Total Expense.....	<u>13,963,985</u>	<u>4,276,741</u>	<u>20,480,357</u>
Provided for by:			
Centennial of Confederation Fund.....	\$ 4,468,985	\$ 976,342	\$5,445,327
Parliamentary appropriations:			
Secretary of State, Votes 25, 25b, 30 and 30b.....	9,365,753	3,257,399	14,831,283
Department of Finance, Vote 15.....	39,147		39,147
Estimated value of accommodation and accounting services provided by Government of Canada.....	90,100	43,000	164,600
	<u>13,963,985</u>	<u>4,276,741</u>	<u>20,480,357</u>

NOTE: A balance of \$10,554,674 was held as at March 31, 1966 by the Minister of Finance at the credit of the Centennial of Confederation Fund, available for payment by the Commission for grants to provinces for approved projects of a lasting nature. The present estimate of the total grants to be made out of the Fund is \$42,235,000.

Certified correct:

CHESTER F. PREVEY
Financial Advisor

Approved:

JOHN W. FISHER
Commissioner

I have examined the above Statement of Expense and have reported thereon under date of June 23, 1966 to the Centennial Commission and the Secretary of State of Canada.

A. M. HENDERSON
Auditor General of Canada

CENTENNIAL COMMISSION—Continued

EXHIBIT "A"

Programs and Projects of National Significance for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965 and cumulative figures
from the establishment of the Commission on September 29, 1961 to March 31, 1966)

	1966	1965	Cumulative to date
National Arts Centre.....	\$3,764,932	\$ 707,680	\$4,472,612
Confederation Train and Caravans.....	1,267,685	182,490	1,454,362
Youth Travel Program.....	714,736	139,655	947,141
Performing Arts Program.....	680,732		680,732
Fathers of Confederation Memorial Citizens Foundation.....	202,016	863,311	2,620,951
Canadian Centenary Council.....	126,248	40,000	271,248
Promotional Films.....	109,154	170,000	279,154
Publications Assistance.....	92,338		92,338
Historical Re-enactment Projects.....	84,125	54,160	138,285
International Assistance Program.....	75,000		75,000
Community Folk Arts Council.....	58,500	25,680	84,180
Canadian Association of Universities.....	56,350		56,350
Son and Lumière Program.....	43,671		43,671
Voyageur Canoe Pageant.....	39,201		39,201
Canadian Museum Association.....	30,000	6,750	36,750
Participation by Indians.....	28,865	16,376	45,241
Promotion of Centennial Symbol.....	27,086	10,085	37,171
Centennial Athletic Program.....	25,040		25,040
Community Exchange Program.....	21,050	15,000	36,050
Canadian Conference of the Arts.....	6,230	33,000	39,230
P.E.I. Centenary Observance.....		100,000	100,000
Dictionary of Canadian Biography.....		55,000	55,000
Others—under \$25,000.....	139,193	19,511	170,704
	<u>7,592,152</u>	<u>2,438,698</u>	<u>11,800,411</u>

CENTENNIAL COMMISSION—*Concluded*

EXHIBIT "B"

Grants to Provinces for Projects of a Lasting Nature for the year ended March 31, 1966

(with comparative figures for the year ended March 31, 1965 and cumulative figures from the establishment of the Commission on September 29, 1961 to March 31, 1966)

	1966	1965	Cumulative to date
Confederation Memorial Program*			
Nova Scotia:			
Medical Science Building—Halifax.....	\$ 647,303		\$ 647,303
New Brunswick:			
Provincial Administrative Building—Fredericton.....	1,355,784	\$ 953,036	2,308,820
Manitoba:			
Concert Hall—Winnipeg.....	736,175		736,175
Saskatchewan:			
Performing Arts Centre—Regina.....	229,634		229,634
Performing Arts Centre—Saskatoon.....	244,935		244,935
Alberta:			
Museum and Archives Building—Edmonton.....	161,970		161,970
British Columbia:			
Museum and Archives Building—Victoria.....	402,016	17,577	419,593
	<u>3,777,817</u>	<u>970,613</u>	<u>4,748,430</u>
Centennial Projects Program			
Nova Scotia 9 projects.....	72,216		72,216
New Brunswick 3 ".....	7,562		7,562
Ontario 83 ".....	465,895	5,729	471,624
Manitoba 16 ".....	33,796		33,796
Saskatchewan 35 ".....	61,502		61,502
British Columbia 7 ".....	50,197		50,197
	<u>691,168</u>	<u>5,729</u>	<u>696,897</u>
Total.....	<u>4,468,985</u>	<u>976,342</u>	<u>5,445,327</u>

*The Confederation Memorial Buildings at Charlottetown, Prince Edward Island, are included in Exhibit "A" under the title Fathers of Confederation Memorial Citizens Foundation.

AUDITOR GENERAL OF CANADA

Ottawa, June 23, 1966.

To: CENTENNIAL COMMISSION
SECRETARY OF STATE OF CANADA
OTTAWA.

I have examined the accounts and financial statement of the Centennial Commission for the year ended March 31, 1966. In compliance with the requirements of section 87 of the Financial Administration Act, I report that, in my opinion:

- (a) proper books of account have been kept by the Commission;
- (b) the statement of expense of the Commission
 - (i) was prepared on a basis consistent with that of the preceding year and is in agreement with the books of account, and
 - (ii) gives a true and fair view of the expense of the Commission for the financial year; and
- (c) the transactions of the Commission that have come under my notice have been within the powers of the Commission under the Financial Administration Act and any other Act applicable to the Commission.

A. M. HENDERSON
Auditor General of Canada

CENTRAL MORTGAGE AND HOUSING CORPORATION—Continued

STATEMENT II

Statement of Net Income for the year ended December 31, 1965
(with comparative figures for 1964)

	1965	1964
Loans:		
Interest earned from borrowers.....	\$114,022,812	\$100,030,229
Interest charged by the Government of Canada	92,506,487	80,328,548
	<u>\$ 21,516,325</u>	<u>\$ 19,701,681</u>
Federal-Provincial Agreements:		
Interest earned from Housing Authorities and Municipalities.....	4,878,083	4,627,662
Interest charged by the Government of Canada	4,658,925	4,384,553
	<u>219,158</u>	<u>243,109</u>
Agreements for Sale and Mortgages:		
Interest earned from purchasers.....	4,955,029	5,118,285
Interest charged by the Government of Canada	1,099,333	1,106,348
	<u>3,855,696</u>	<u>4,011,937</u>
Real Estate—Corporation Owned:		
Rental revenue from tenants.....	8,664,827	8,702,213
Maintenance and other property expense, including \$2,116,759 interest charged by the Government of Canada.....	11,322,992	10,710,292
	<u>(2,658,165)</u>	<u>(2,008,079)</u>
Application Fees Earned on Insured Mortgage Loans	2,147,672	2,064,861
Fees Earned for Services to Government Departments	464,485	592,714
Interest Earned—Government of Canada Short Term Securities.....	181,421	272,249
Other Income.....	837,274	521,822
	<u>26,563,866</u>	<u>25,400,294</u>
Less:		
Administrative Salaries and Expenses.....	15,323,990	14,599,145
Losses on Insured Corporation Loans	122,075	154,345
	<u>15,446,065</u>	<u>14,753,490</u>
Net Income before Income Tax.....	11,117,801	10,646,804
Income Tax.....	5,865,000	5,645,000
Net Income, transferred to Reserve Fund.....	\$ 5,252,801	\$ 5,001,804

NOTES:

Expenses include:

Depreciation.....	\$2,227,807	\$2,265,568
Directors' Remuneration.....	56,275	50,720

CENTRAL MORTGAGE AND HOUSING CORPORATION—*Concluded*

STATEMENT III

Reserve Fund for the year ended December 31, 1965
(with comparative figures for 1964)

	1965	1964
Balance, January 1.....	\$ 5,000,000	\$ 5,000,000
Net income for the year.....	5,252,801	5,001,804
Profits realized on sales of properties acquired without cost from the Government of Canada.....	4,785,528	5,007,331
	15,038,329	15,009,135
Income tax reassessment for the years 1959 to 1963.....		1,364,285
	15,038,329	13,644,850
Excess over statutory limitation, transferred to the credit of the Receiver General	10,038,329	8,644,850
Balance, December 31.....	\$ 5,000,000	\$ 5,000,000

AUDITORS' REPORT

TO THE MINISTER RESPONSIBLE TO PARLIAMENT FOR
CENTRAL MORTGAGE AND HOUSING CORPORATION

We have examined the balance sheet of Central Mortgage and Housing Corporation as at December 31, 1965 and the statement of net income for the year ended on that date. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

In our opinion, proper books of account have been kept and the transactions of the Corporation that have come under our notice have been within the powers of the Corporation.

In our opinion, the accompanying balance sheet and statement of net income are in agreement with the books of account of the Corporation and present a true and fair view of the state of affairs of the Corporation as at December 31, 1965 and the results of its operations for the year ended on that date, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

JAMES ROSS, F.C.A.
of the firm
Price Waterhouse & Co.

JEAN VALIQUETTE, C.A.
of the firm
Anderson & Valiquette

Ottawa, February 17, 1966

(INCORPORATED UNDER THE CANADA CORPORATIONS ACT)

Balance Sheet as at September 30, 1965
(with comparative figures as at September 30, 1964)

ASSETS		LIABILITIES	
1965	1964	1965	1964
Cash.....	\$ 61	Capital:	
Deposit with The St. Lawrence Seaway Authority	12,500	Capital Stock:	
Deposit with the Saint Lawrence Seaway Development Corporation.....	12,500	Preferred—	
Capital Assets (at cost):		Authorized—60,000 shares of \$1 each...	\$60,000
Land.....	15,612	Issued, redeemed and cancelled.....	39,100
		Common—	
		Authorized, issued and outstanding—	
		2,000 shares, without nominal or par	
		value, fully paid.....	\$50,000
		Deficit:	
		Balance as at October 1, 1964.....	9,090
		<i>and:</i>	
		Sundry expenses.....	237
		Balance as at September 30.....	9,327
			9,090
			\$40,673
			\$40,910

Approved on behalf of the Board

J. M. MARTIN
Director

BRENDON T. JOSE
Director

Certified in accordance with my report to the Shareholders dated December 15, 1965.

A. M. HENDERSON
Auditor General of Canada

CORNWALL INTERNATIONAL BRIDGE COMPANY LIMITED—*Continued*

AUDITOR GENERAL OF CANADA

Ottawa, December 15, 1965.

To THE SHAREHOLDERS,

CORNWALL INTERNATIONAL BRIDGE COMPANY LIMITED,
CORNWALL, ONTARIO.

I have examined the accounts of Cornwall International Bridge Company Limited for the year ended September 30, 1965, and have obtained all the information and explanations I have required.

The Company has been in process of winding up since July 3, 1962, when it ceased to operate the toll bridge system across the St. Lawrence River between Cornwall, Ontario, and Rooseveltown, New York. The toll bridge system is now operated by The Seaway International Bridge Corporation, Ltd., a wholly-owned subsidiary of The St. Lawrence Seaway Authority. The land owned by the Company, comprising 17.6 acres located in the State of New York, has been offered for sale.

In my opinion the accompanying balance sheet presents fairly the financial position of the Company as at September 30, 1965, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

A. M. HENDERSON

Auditor General of Canada

CORNWALL INTERNATIONAL BRIDGE COMPANY LIMITED—*Concluded*

AUDITOR GENERAL OF CANADA

Ottawa, December 15, 1965.

THE HONOURABLE J. W. PICKERSGILL,
MINISTER OF TRANSPORT,
OTTAWA.

Sir,

The accounts of Cornwall International Bridge Company Limited have been examined for the year ended September 30, 1965.

The shares of the Company are owned equally by The St. Lawrence Seaway Authority and the Saint Lawrence Seaway Development Corporation (a wholly-owned United States Government Corporation).

The Company has been in process of winding up since July 3, 1962, when it ceased to operate the toll bridge system across the St. Lawrence River between Cornwall, Ontario, and Rooseveltown, New York. The toll bridge system is now operated by The Seaway International Bridge Corporation, Ltd., a wholly-owned subsidiary of The St. Lawrence Seaway Authority. The land owned by the Company, comprising 17.6 acres located in the State of New York, has been offered for sale.

In compliance with the requirements of section 87 of the Financial Administration Act, I now report that, in my opinion:

- (a) proper books of account have been kept by the Company;
- (b) the balance sheet of the Company
 - (i) was prepared on a basis consistent with that of the preceding year and is in agreement with the books of account,
 - (ii) gives a true and fair view of the state of the Company's affairs as at the end of the financial year, and
- (c) the transactions of the Company that have come under my notice have been within the powers of the Company under the Financial Administration Act and any other Act applicable to the Company.

Yours faithfully,

A. M. HENDERSON
Auditor General of Canada

CROWN ASSETS DISPOSAL CORPORATION

(ESTABLISHED BY THE SURPLUS CROWN ASSETS ACT)

Balance Sheet as at March 31, 1966
(with comparative figures as at March 31, 1965)

ASSETS		LIABILITIES		
1966	1965	1966	1965	
GENERAL ACCOUNT				
Cash.....	\$ 77,839	\$ 267,722	Accounts payable.....	\$ 19,775
Due from Agency Account.....	119,313	264,092	Due to the Receiver General of Canada.....	416,047
Accounts receivable.....	7,840	4,008		
				435,822
			Surplus:	
			Balance at April 1.....	\$100,000
			Add:	
			Excess of income over expense for the year, per Statement of Income and Expense.....	511,498
				611,498
			Deduct:	
			Payable to the Receiver General of Canada (remitted \$408,955; due, as shown above, \$102,543)	511,498
				100,000
			</	

CROWN ASSETS DISPOSAL CORPORATION—Continued
Statement of Income and Expense for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

	1966	1965
Income		
Portion retainable by the Corporation from net sales and other income earned on behalf of:		
Government of Canada.....	\$1,220,543	\$1,252,736
Others.....	87,203	95,590
Other income.....	812	850
	<u>\$1,308,558</u>	<u>1,349,176</u>
Expense		
Administrative and office salaries, including \$79,489 for executive officers (\$63,155 in 1965).....	576,503	496,015
Rent.....	56,459	54,643
Employees' welfare benefits.....	54,298	47,838
Printing, stationery and office supplies.....	37,493	31,152
Telephones, telegrams and postage.....	30,881	27,180
Travel.....	18,187	14,020
Office furniture and equipment.....	13,113	12,505
Legal and advertising.....	6,400	14,673
Data processing.....	1,983	
Net depreciated cost at March 31, 1964 of office furniture and equipment, etc., written off.....		20,835
Sundry.....	1,743	1,898
	<u>797,060</u>	<u>720,759</u>
Excess of Income over Expense.....	<u><u>\$ 511,498</u></u>	<u><u>\$ 628,417</u></u>

SCHEDULE "A"

CROWN ASSETS DISPOSAL CORPORATION—Continued

Summary of Transactions in Agency Account during the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

		1966	1965
Balance at beginning of year, relating to:			
Government of Canada.....	\$5,537,581		\$5,197,336
Others.....	17,561		136,284
		\$5,555,142	5,333,620
Add:			
Sales made on behalf of:			
Government of Canada.....	15,288,682		16,100,611
Others.....	873,459		957,788
Interest earned.....	206,741		208,632
	16,368,882		17,267,031
Less: Sundry direct costs relating to sales.....	43,246		51,742
		16,325,636	17,215,289
		21,880,778	22,548,909
Deduct:			
Portion retainable by the Corporation from net sales and other income earned.....	1,307,746		1,348,326
Additional provision for doubtful accounts.....	4,393		
Remittances during the year to:			
Receiver General of Canada.....	14,754,008		14,666,408
Others.....	791,761		979,033
		16,857,908	16,993,767
Balance at end of year, relating to:			
Government of Canada.....	5,012,242		
Others.....	10,628		
		\$5,022,870	\$5,555,142

CROWN ASSETS DISPOSAL CORPORATION—Concluded
AUDITOR GENERAL OF CANADA

Ottawa, May 20, 1966.

THE HONOURABLE C. M. DRURY,
MINISTER OF INDUSTRY,
OTTAWA.

Sir,

I have examined the accounts and financial statements of Crown Assets Disposal Corporation for the year ended March 31, 1966. In compliance with the requirements of section 87 of the Financial Administration Act I report that, in my opinion:

- (a) proper books of account have been kept by the Corporation;
- (b) the financial statements of the Corporation
 - (i) were prepared on a basis consistent with that of the preceding year and are in agreement with the books of account,
 - (ii) in the case of the balance sheet, give a true and fair view of the state of the Corporation's affairs as at the end of the financial year, and
 - (iii) in the case of the statement of income and expense, give a true and fair view of the income and expense of the Corporation for the financial year; and
- (c) the transactions of the Corporation that have come under my notice have been within the powers of the Corporation under the Financial Administration Act and any other Act applicable to the Corporation.

Yours faithfully,

A. M. HENDERSON
Auditor General of Canada

DEFENCE CONSTRUCTION (1951) LIMITED

(INCORPORATED UNDER THE CANADA CORPORATIONS ACT)

Balance Sheet as at March 31, 1966
(with comparative figures as at March 31, 1965)

ASSETS	LIABILITIES	
	1966	1965
Cash.....	\$222,970	\$160,444
Accounts receivable.....	57,454	28,010
Travel advances and deposits.....	6,223	6,433
Prepaid expenses.....	2,325	2,632
Contractors' securities on hand and on deposit with the Receiver General of Canada (see contra)		
Cash.....	\$236,928	
Bonds.....	250,000	
	486,928	
	\$775,900	\$434,754
Accounts payable.....		\$155,680
Due to the Receiver General of Canada — Unexpended balance of advances received from appropriation....		121,022
Advance payment on contract.....		5,514
Contractors' deposits on plans and specifications.....		6,725
Contractors' security deposits.....		486,928
Capital stock		
Authorized — 1,000 shares of no par value		31
Issued — 31 shares fully paid.....		30
	\$775,900	\$434,754

NOTE:—

As at March 31, 1966 the Company had in its charge Crown-owned office furniture and machines, and other equipment costing \$236,071.

Approved on behalf of the Board

A. G. BLAND
President
H. L. MEUSER
Director

I have examined the above Balance Sheet and the related Statement of Operations and have reported thereon under date of June 6, 1966 to the Minister of National Defence.

A. M. HENDERSON
Auditor General of Canada

DEFENCE CONSTRUCTION (1951) LIMITED—Continued
Statement of Operations for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

	1966	1965
Expense—		
Salaries and living allowances (including executive officers' salaries \$65,429).....	\$2,996,462	\$3,035,357
Employees' welfare benefits.....	218,801	218,560
Travel and removal.....	154,506	160,275
Rent, fuel and electricity.....	97,817	128,460
Supplies, materials and equipment for Regional Emergency Government Headquarters.....	49,690	68,470
Telephone and telegraph.....	47,483	55,455
Printing, stationery and office expenses.....	22,568	20,148
Advertising.....	18,101	23,419
Postage, express and freight.....	14,936	17,103
Furniture and fixtures.....	6,342	913
Professional services.....	2,404	6,031
Equipment.....	1,721	2,513
Other expenses.....	7,549	5,731
	<u>\$3,638,380</u>	<u>\$3,742,435</u>
Income—		
Reimbursements for costs of engineering and administrative services on contracts of departments and agencies of the Canadian and other governments.....	1,673,675	1,540,343
Forfeiture of deposits on plans and specifications.....	750	1,175
Miscellaneous.....	77	751
	<u>1,674,502</u>	<u>1,542,269</u>
Net expense.....	<u>\$1,963,878</u>	<u>\$2,200,166</u>
Provided for by Department of Defence Production appropriation Vote 35.....	\$2,084,900	
Less: Unexpended balance to be refunded.....	121,022	
	<u>\$1,963,878</u>	

DEFENCE CONSTRUCTION (1951) LIMITED—*Concluded*

AUDITOR GENERAL OF CANADA

Ottawa, June 6, 1966.

THE HONOURABLE P. T. HELLYER,
MINISTER OF NATIONAL DEFENCE,
OTTAWA.

Sir:

I have examined the accounts and financial statements of Defence Construction (1951) Limited for the year ended March 31, 1966. In compliance with the requirements of section 87 of the Financial Administration Act I report that, in my opinion:

- (a) proper books of account have been kept by the Company;
- (b) the financial statements of the Company
 - (i) were prepared on a basis consistent with that of the preceding year and are in agreement with the books of account,
 - (ii) in the case of the balance sheet, give a true and fair view of the state of the Company's affairs as at the end of the financial year, and
 - (iii) in the case of the statement of operations, give a true and fair view of the operations of the Company for the financial year; and
- (c) the transactions of the Company that have come under my notice have been within the powers of the Company under the Financial Administration Act and any other Act applicable to the Company.

Yours faithfully,

A. M. HENDERSON
Auditor General of Canada

ELDORADO AVIATION LIMITED—Continued

Statement of Recoverable Expenses for the year ended December 31, 1965
(with comparative figures for the year ended December 31, 1964)

	1965	1964
Salaries and wages (including remuneration of directors, \$21,000).....	\$215,745	\$210,522
Repairs.....	107,715	173,021
Supplies.....	134,029	150,014
Depreciation.....	50,987	62,144
Hangar expense.....	49,664	52,788
Insurance.....	23,188	36,113
Contributions to employees' pension plan.....	21,863	20,896
Landing fees and radio maintenance.....	12,922	11,996
Travel.....	3,378	2,202
Miscellaneous.....	13,326	20,083
	<u>632,817</u>	<u>739,779</u>
Less: Miscellaneous income.....	54,382	22,430
Net Expenses.....	<u>578,435</u>	<u>717,349</u>
NOTE: The above net expenses were recovered from:		
Eldorado Mining and Refining Limited.....	\$444,849	\$543,755
Northern Transportation Company Limited.....	133,586	173,594
	<u>578,435</u>	<u>717,349</u>

ELDORADO AVIATION LIMITED—*Concluded*

AUDITOR GENERAL OF CANADA

Ottawa, February 25, 1966.

THE HONOURABLE JEAN-LUC PEPIN,
MINISTER OF MINES AND TECHNICAL SURVEYS,
OTTAWA.

Sir,

I have examined the accounts and financial statements of Eldorado Aviation Limited for the year ended December 31, 1965. In compliance with the requirements of section 87 of the Financial Administration Act, I report that, in my opinion:

- (a) proper books of account have been kept by the Company;
- (b) the financial statements of the Company
 - (i) were prepared on a basis consistent with that of the preceding year and are in agreement with the books of account,
 - (ii) in the case of the balance sheet, give a true and fair view of the state of the Company's affairs as at the end of the financial year, and
 - (iii) in the case of the statement of recoverable expenses, give a true and fair view of the expenses of the Company for the financial year; and
- (c) the transactions of the Company that have come under my notice have been within the powers of the Company under the Financial Administration Act and any other Act applicable to the Company.

Yours faithfully,

A. M. HENDERSON
Auditor General of Canada.

ELDORADO MINING AND REFINING LIMITED

(INCORPORATED UNDER THE CANADA CORPORATIONS ACT)

Balance Sheet at December 31, 1965
(with comparative figures at December 31, 1964)

ASSETS		1965	1964	LIABILITIES		1965	1964
Current Assets:				Current Liabilities:			
Cash.....		\$ 202,272	\$ 465,265	Accounts payable.....		\$ 2,458,748	\$ 2,813,919
Deposit with Receiver General.....		4,000,000	13,200,000	Advance payments in respect of concentrates and other products to be delivered.....		14,356,916	19,557,260
Treasury bills and short-term bank deposits.....		3,497,847	1,696,561	Provision for income tax.....			1,144,357
Accounts receivable.....		4,284,565	8,169,147				
Income tax recoverable (Note 1).....		354,173				16,815,664	23,515,536
Advances in respect of stockpile program (Note 2)		7,312,705	7,935,886				
Advances in respect of concentrates to be received		8,872,532					
Concentrates and refinery products valued at lower of cost or realizable value.....		11,827,719	14,622,640	Advance payments in respect of concentrates to be delivered in later years.....		29,362,500	37,690,274
Operating and general supplies, at cost.....		2,595,910	2,434,999				
Prepaid expenses.....		121,308	182,619				
		43,069,031	48,707,117				
Advances in respect of concentrates to be received in later years.....		29,362,500	36,847,711	Excess of sales over costs and expenses of concentrates procured from other producers, to be discharged before completion of contracts (Note 4)		1,168,886	
Deferred account receivable in respect of concentrates delivered (Note 3).....		25,612,899	25,422,502				
		54,975,399	62,270,213	Capital:			
Investments and Loans:				Capital Stock:			
Investments in wholly-owned subsidiary companies, at cost (Note 6).....		187,153	187,153	Authorized — 110,000 shares of no par value		6,586,080	6,586,080
Employees' housing loans.....		258,319	290,950	Issued — 70,500 shares, fully paid.....		46,000,425	45,415,364
Municipal Corporation of Uranium City and District 5% debentures, maturing 1975-1979.		780,403	827,305	Surplus.....		52,586,505	52,001,444
		1,225,875	1,305,408				
Excess of costs and expenses over sales of concentrates procured from other producers, recoverable before completion of contracts (Note 4)			241,811				

Capital Assets:
 Property, plant and equipment, at cost.....
 Less: Accumulated depreciation.....

50,177,564	51,699,102
49,514,314	51,016,397
663,250	682,705

99,933,555	113,207,254
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The accompanying notes are an integral part of the financial statements.

Approved on behalf of the Board

W. G. THOMPSON
Director
 FRED R. HADLEY
Director

I have examined the above Balance Sheet and the related Statement of Income and Expense and have reported thereon under date of February 17, 1966 to the Minister of Mines and Technical Surveys.

A. M. HENDERSON
Auditor General of Canada

99,933,555	113,207,254
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ELDORADO MINING AND REFINING LIMITED—Continued

Statement of Income and Expense for the year ended December 31, 1965
(with comparative figures for the year ended December 31, 1964)

	1965	1964
Income		
Sales—Company's products and services.....	\$16,387,879	\$15,690,356
Expense		
Mining, milling and refining.....	13,518,114	5,175,437
Scientific research.....	1,654,702	1,179,651
Depreciation.....	664,656	4,103,015
Grants in lieu of municipal taxes.....	360,239	360,598
Selling and shipping expenses.....	239,443	153,701
Amortization of cost of acquiring rights to deliver concentrates on cancellation of contract with another producer.....		3,121,382
Amortization of pre-production, mine development and other deferred expenditures.....	69,510	410,772
	16,506,664	14,504,556
Net (loss) income from operations.....	(118,785)	1,185,800
Other Income		
Income arising from the financing of ore procurement program.....	906,630	2,974,085
Interest and other non-operating income (net).....	638,402	690,605
	1,545,032	3,664,690
Income before adjustment for income tax.....	1,426,247	4,850,490
Provision for income tax (Note 1).....		2,400,000
Net Income.....	1,426,247	2,450,490

The accompanying notes are an integral part of the financial statements.

Statement of Sales and Costs of Uranium Concentrates procured from other Producers
for the year ended December 31, 1965
(with comparative figure for the year ended December 31, 1964)

	1965	1964
Sales under contracts with:		
United States Atomic Energy Commission.....	\$11,010,786	\$23,045,239
United Kingdom Atomic Energy Authority.....	28,806,857	38,982,293
	39,817,643	62,027,532
Costs of concentrates sold.....	37,469,319	56,267,284
Excess of sales over costs.....	2,348,324	5,760,248
Administrative expenses.....	30,997	38,367
Financial charges.....	906,630	2,974,085
	937,627	3,012,452
Excess of sales over costs and expenses of concentrates procured from other producers (Note 4).....	1,410,697	2,747,796

The accompanying notes are an integral part of the financial statements.

ELDORADO MINING AND REFINING LIMITED—Continued**Statement of Surplus for the year ended December 31, 1965
(with comparative figures for the year ended December 31, 1964)**

	1965	1964
Balance at beginning of year.....	\$45,415,364	\$44,464,874
Net profit for year.....	1,426,247	2,450,490
Income tax recoverable (Note 1).....	354,173	
Reversal of prior years' overprovisions for income tax (Note 1).....	304,641	
	<u>47,500,425</u>	<u>46,915,364</u>
Dividend.....	1,500,000	1,500,000
Balance at end of year.....	<u>46,000,425</u>	<u>45,415,364</u>

The accompanying notes are an integral part of the financial statements.

Notes to Financial Statements**1. Depreciation and Income Tax**

Depreciation has been recorded in the accounts at rates designed to amortize the cost of capital assets over the life of existing contracts and, in recent years, it has exceeded the maximum capital cost allowance permitted under the Income Tax Act in determining taxable income for tax purposes. In 1965, the permissible capital cost allowance exceeded the depreciation charged, which together with allowances for depletion and scientific research, has resulted in a loss for the year for income tax purposes. By virtue of this loss, a portion of the income tax paid in 1964 amounting to \$354,173 is recoverable. In addition, an amount of \$304,641, which had been provided in prior years for payment of income tax, is not now required. Both these amounts have been credited to Surplus.

2. Government of Canada Stockpile Program

The Treasury Board, with the approval of the Governor in Council, has granted authority for the entry into contracts between Her Majesty the Queen in right of Canada, acting and represented by Eldorado Mining and Refining Limited, and certain Canadian uranium producers for the purchase by Her Majesty of uranium bearing concentrates for a Government of Canada stockpile. At December 31, 1965, the Company was the custodian of uranium bearing concentrates thus acquired at a cost of \$33,012,475. The cost of these concentrates, being chargeable to parliamentary appropriations, is therefore not included in the accounts of the Company.

As no parliamentary authority existed in 1965 whereby funds were available for further purchases of uranium bearing concentrates under this Program, the Company was empowered by the Treasury Board on August 18, 1965 to employ its surplus funds to make such purchases. The Company had advanced \$7,312,705 for this purpose up to December 31, 1965 and this amount was repaid to the Company on February 15, 1966.

3. Deferred Account Receivable

The contract with the United Kingdom Atomic Energy Authority for the sale of 12,000 tons of uranium in concentrates provides for certain deliveries on which payments do not become due until later years of the contract period. The account thus deferred amounting to \$25,612,899 is expected to reach the maximum of \$25,719,000 in 1966 and will be recovered during the years 1971-1973 in equal annual instalments.

4. Excess of Sales over Costs and Expenses of Concentrates procured from other Producers

During the year there was an excess of sales over costs and expenses of concentrates procured from other producers of \$1,410,697. At December 31, 1964 costs and expenses exceeded sales by \$241,811, leaving a balance at December 31, 1965 of \$1,168,886 to be offset in the period 1968-1971 when deliveries will be made at prices lower than the costs of acquisition.

5. Remuneration of Directors

Total remuneration of directors as directors, officers or employees of the Company for the year was \$36,000.

6. Subsidiary Companies

The assets, liabilities, income and expenses of the Company's two wholly-owned subsidiaries, Eldorado Aviation Limited and Northern Transportation Company Limited have not been included in the financial statement of Eldorado Mining and Refining Limited.

The net expenses of Eldorado Aviation Limited are recovered from Eldorado Mining and Refining Limited and Northern Transportation Company Limited. The aggregate profits of Northern Transportation Company Limited as at December 31, 1965 amounted to \$5,640,596.

All three companies are Crown corporations as defined by section 76(c) of the Financial Administration Act and as such each is required to report annually to the appropriate Minister in compliance with the provisions of that Act.

ELDORADO MINING AND REFINING LIMITED—*Concluded*

AUDITOR GENERAL OF CANADA

Ottawa, February 17, 1966

THE HONOURABLE JEAN-LUC PEPIN,
MINISTER OF MINES AND TECHNICAL SURVEYS,
OTTAWA.

Sir,

I have examined the accounts and financial statements of Eldorado Mining and Refining Limited for the year ended December 31, 1965. In compliance with the requirements of section 87 of the Financial Administration Act, I report that, in my opinion:

- (a) proper books of account have been kept by the Company;
- (b) the financial statements of the Company
 - (i) were prepared on a basis consistent with that of the preceding year and are in agreement with the books of account,
 - (ii) in the case of the balance sheet, give a true and fair view of the state of the Company's affairs as at the end of the financial year, and
 - (iii) in the case of the statement of income and expense, give a true and fair view of the income and expense of the Company for the financial year; and
- (c) the transactions of the Company that have come under my notice have been within the powers of the Company under the Financial Administration Act and any other Act applicable to the Company.

Yours faithfully,

A. M. HENDERSON
Auditor General of Canada



EXPORT CREDITS INSURANCE CORPORATION

(ESTABLISHED BY THE EXPORT CREDITS INSURANCE ACT)

Balance Sheet as at December 31, 1965
(with comparative figures as at December 31, 1964)

PART I

EXPORT CREDITS INSURANCE ACCOUNT

ASSETS	EXPORT CREDITS INSURANCE ACCOUNT		LIABILITIES
	1965	1964	
Cash.....	\$ 198,471	\$ 196,454	
Treasury Bills of Canada.....	249,197	890,865	Accounts payable..... \$ 13,503
Premium and other receivables.....	59,006	106,967	Policyholders' premium deposits..... 103,561
Due from Long Term Export Financing Account.....			Deferred income: \$ 536,030
Interest accrued on investments.....	125,686	92,334	Premiums on capital goods policies.... 436,420
Investments — Government of Canada bonds, at amortized cost (par value, \$7,000,000; market value, \$6,531,787)	74,651	96,496	Corporation's portion of premiums under section 21 of the Act..... 625,837
Non-interest-bearing deposit with the Receiver General of Canada.....	6,973,823	9,644,454	Corporation's portion of guarantee fees under section 21A of the Act..... 11,459
Office furniture and equipment, at cost... 50,552	13,975,579	10,000,000	
Less: Accumulated depreciation.....	73,774	42,802	Underwriting Reserve — provision for losses on insurance contracts under section 14 of the Act (Exhibit A)..... 1,173,326
	31,000	30,972	Capital: 5,000,000
			Capital Stock: 5,000,000
			Authorized and subscribed — 150,000 shares of \$100 each Issued and fully paid — 50,000 shares of \$100 each..... 5,000,000
			Capital Surplus paid in by the Minister of Finance..... 5,000,000
			Earned Surplus (Exhibits B and C).... 5,397,023
			15,397,023
			10,000,000
			\$21,687,413
			\$21,058,542

- NOTES—1. The liability of the Corporation under contracts of insurance entered into on its own account and outstanding as at December 31, 1965, amounted to \$130,993,000.
2. The liability of the Corporation under contracts of insurance entered into under section 21 of the Export Credits Insurance Act (which provides that all moneys required to discharge its liabilities arising under such contracts, to a limit of \$600,000,000, are payable to the Corporation out of the Consolidated Revenue Fund) and outstanding as at December 31, 1965, amounted to \$359,237,000.
3. Deferred accounts receivable arising out of claims paid in connection with exchange transfer difficulties as at December 31, 1965, amounted to \$16,000.
4. Other claims paid from which future recoveries might be made, as at December 31, 1965, amounted to \$551,000.

PART II
LONG TERM EXPORT FINANCING ACCOUNT

ASSETS	LIABILITIES	
	1965	1964
Interest accrued on notes receivable.....	\$ 3,065,439	\$ 2,361,942
Notes receivable in respect of export transactions under section 21A of the Act (including, in 1965, \$36,797,298 under administration — per contra).....	148,122,674	118,046,977
Government of Canada — Obligation under section 21A of the Act with respect to the implementing of guarantees and the purchase of, or the making of loans on the security of, negotiable instruments.....	107,855,738	96,926,351
Guarantees of outstanding negotiable instruments.....	37,416,687	47,422,409
Undertakings to purchase, or to make loans on the security of, negotiable instruments in respect of financing agreements in force.....	4,711,967	6,990,292
Government of Canada:		
Advances under section 21A of the Act	111,306,810	70,547,280
Interest accrued on notes receivable — Government portion.....	2,338,930	2,331,064
	113,645,740	72,878,344
	<u>\$259,043,851</u>	<u>\$217,335,270</u>

- NOTES—1. Section 21A of the Export Credits Insurance Act provides that all moneys required by the Corporation for implementing a guarantee given under that section, for the purchase of an instrument or an interest in an instrument, or for making a loan on the security of a guaranteed instrument or an instrument made payable to the Corporation, to a limit of \$400,000,000, shall be paid to the Corporation out of the Consolidated Revenue Fund.
2. As at December 31, 1965, the Corporation
- had undertaken, if requested, with a corresponding reduction in the Corporation's liability under section 21 of the Act (See Part I, Note 2), to guarantee payment of outstanding negotiable instruments amounting to \$4,635,000;
 - was authorized to guarantee and purchase negotiable instruments held by the Export Finance Corporation of Canada, Ltd., up to an amount of \$10,811,000.

Certified correct:

B. R. KING
Accountant

Approved:

H. T. AITKEN
President and General Manager

I have examined the above Balance Sheet comprising Export Credits Insurance Account (Part I) and Long Term Export Financing Account (Part II) and the related Statement of Operations and I have reported thereon under date of March 29, 1966 to the Minister of Trade and Commerce.

A. M. HENDERSON
Auditor General of Canada

EXPORT CREDITS INSURANCE CORPORATION—Continued
Statement of Operations for the year ended December 31, 1965
(with comparative figures for the year ended December 31, 1964)

	1965	1964
Income		
Export Credits Insurance:		
Premiums earned on risks insured on the Corporation's own account.....	\$ 735,565	\$ 760,690
Corporation's portion of premiums earned in respect of contracts entered into under section 21 of the Act.....	372,053	294,687
	<u>\$ 1,107,618</u>	<u>1,055,377</u>
Long Term Export Financing:		
Corporation's portion of interest and fees earned in respect of agreements entered into under section 21A of the Act	339,680	231,741
	<u>1,447,298</u>	<u>1,287,118</u>
Expense		
Salaries of executive officers.....	57,020	54,750
Other salaries.....	396,470	354,842
Employee benefits.....	30,762	28,156
Rents.....	46,736	39,477
Stationery, printing and office expenses.....	41,263	28,382
Travel.....	24,403	28,856
Communications expense.....	21,203	17,856
Credit reports.....	10,824	8,283
Depreciation of office furniture and equipment.....	7,750	7,743
Publicity.....	7,395	1,000
Advisory Council meeting.....	2,597	2,017
Leasehold improvements.....	5,595	6,507
Other.....	27,246	20,234
	<u>679,264</u>	<u>598,103</u>
	768,034	689,015
Policyholders' Claims		
Recoveries (including exchange profits and losses).....	396,690	655,292
Payments.....	149,957	514,823
	<u>246,733</u>	<u>140,469</u>
Excess of Income and Policyholders' Claims (net) over Expense....	1,014,767	829,484
Add: Interest on investments.....	323,357	635,668
Excess of Income over Expense transferred to Earned Surplus (Exhibit B).....	<u>\$ 1,338,124</u>	<u>\$ 1,465,152</u>

EXHIBIT A

EXPORT CREDITS INSURANCE CORPORATION—Continued

Statement of Underwriting Reserve for the year ended December 31, 1965

Balance as at January 1, 1965.....	\$ 9,719,433
Deduct: Amount transferred to Earned Surplus.....	4,719,433
Balance as at December 31, 1965.....	<u>\$ 5,000,000</u>

EXHIBIT B

Statement of Earned Surplus for the year ended December 31, 1965

Amount transferred from Underwriting Reserve.....	\$ 4,719,433
Add: Excess of Income over Expense for the year.....	1,338,124
	6,057,557
Deduct: Loss on sale of investments.....	660,534
Balance as at December 31, 1965.....	<u>\$ 5,397,023</u>

EXHIBIT C

Statement of Operations from inception November 21, 1944 to December 31, 1965

Income		
Premiums earned on risks insured on the Corporation's own account.....	\$ 8,965,237	
Corporation's portion of premiums, fees and interest earned in respect of contracts entered into under sections 21 and 21A of the Act.....	2,620,815	
		\$ 11,586,052
Expense.....		4,709,108
		6,876,944
Policyholders' Claims		
Payments.....	11,499,956	
Recoveries (including exchange profits and losses).....	10,325,336	
		1,174,620
Excess of Income over Expense and Policyholders' Claims.....		5,702,324
Add: Interest on investments.....		7,555,928
		13,258,252
Deduct:		
Transfer to Underwriting Reserve.....	5,000,000	
Income tax.....	2,861,229	
		7,861,229
Earned Surplus.....		<u>\$ 5,397,023</u>

EXPORT CREDITS INSURANCE CORPORATION—*Concluded*

AUDITOR GENERAL OF CANADA

Ottawa, March 29, 1966.

THE HONOURABLE R. H. WINTERS,
MINISTER OF TRADE AND COMMERCE,
OTTAWA.

Sir,

I have examined the accounts and financial statements of Export Credits Insurance Corporation for the year ended December 31, 1965. In compliance with the requirements of section 87 of the Financial Administration Act I report that, in my opinion:

- (a) proper books of account have been kept by the Corporation;
- (b) the financial statements of the Corporation
 - (i) were prepared on a basis consistent with that of the preceding year and are in agreement with the books of account,
 - (ii) in the case of the balance sheet comprising Export Credits Insurance Account (Part I) and Long Term Export Financing Account (Part II), give a true and fair view of the state of the Corporation's affairs as at the end of the financial year, and
 - (iii) in the case of the statement of operations, give a true and fair view of the income and expense (including policyholders' claims) of the Corporation for the financial year; and
- (c) the transactions of the Corporation that have come under my notice have been within the powers of the Corporation under the Financial Administration Act and any other Act applicable to the Corporation.

Yours faithfully,

A. M. HENDERSON
Auditor General of Canada.

FARM CREDIT CORPORATION

(ESTABLISHED BY THE FARM CREDIT ACT)

Balance Sheet as at March 31, 1966
(with comparative figures as at March 31, 1965)

ASSETS

Cash.....	
Due from Government of Canada in respect of:	
Operating loss for the year.....	\$1,029,998
Operations under the Farm Machinery Syndicates Credit Act....	75,000
Accounts receivable.....	
Loans to farmers, secured by first mortgages.....	
Loans to farm machinery syndicates...	
Agreements for sale.....	
Real estate held for sale.....	
Capital assets, at cost:	
Automobiles.....	25,447
Office furniture and equipment.....	381,719
Less: Accumulated depreciation.....	407,166
	268,037

LIABILITIES

	1966	1965
Accounts payable.....	\$ 2,266,362	\$ 1,102,111
Interest accrued on Government of Canada loans.....		529,694
Instalment prepayments, fire insurance recoveries, unearned appraisal fees and other deposits.....		50,000
Government of Canada loans in respect of:		
Farm Credit Act.....	1,104,998	579,694
Farm Machinery Syndicates Credit Act.....	39,362	10,797
Working capital.....	603,081,042	455,904,779
	902,219	53,699
	92,181	53,707
	31,747	39,772
Capital:		
Government of Canada — Capital paid in under the Farm Credit Act.	22,390	
Reserve for losses — Farm Credit Act:	351,844	
Balance at beginning of year.....	374,234	
Deduct: Net loss on loans to farmers.	238,314	
	139,129	135,920
Balance at end of year.....		
Retained earnings from operations under the Farm Machinery Syndicates Credit Act:		
Balance at beginning of year.....		511
Add: Net income for the year.....		23,795
Balance at end of year.....		
		511
	24,306	
		18,645,038
	24,385,835	
		\$607,657,040
		\$457,880,479

Certified correct:

R. MCINTOSH
Comptroller

Approved:

G. OWEN
Chairman

I have examined the above Balance Sheet and the related Statement of Income and Expense and have reported thereon under date of June 1, 1966 to the Minister of Agriculture.

A. M. HENDERSON,
Auditor General of Canada

FARM CREDIT CORPORATION—Continued

Statement of Income and Expense for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

Operations under the Farm Credit Act

	1966	1965
Income		
Interest earned.....	\$ 25,889,698	\$ 19,786,259
Deduct: Interest on loans from the Government of Canada.....	23,525,346	17,169,701
	<hr/> 2,364,352	<hr/> 2,616,558
Appraisal, legal and supervision fees.....	1,103,380	828,346
	<hr/> 3,467,732	<hr/> 3,444,904
Expense		
Salaries (including \$62,655 for executive officers).....	\$ 3,284,714	2,919,710
Employee benefits.....	220,693	196,651
Travel, including automobile expenses.....	434,454	327,433
Office accommodation.....	251,183	221,480
Printing, stationery and office supplies.....	99,062	92,983
Rental and maintenance of office equipment.....	53,234	55,336
Postage and express.....	51,794	50,677
Telephone and telegraph.....	48,865	43,216
Appeal Boards — fees and expenses.....	24,601	
Management consultants' fees.....	18,490	12,080
Advisory Committee meeting.....	808	3,056
Depreciation of automobiles and office equipment.....	36,597	35,483
Miscellaneous.....	39,382	66,605
	<hr/> 4,563,877	<hr/> 4,024,710
Less: Portion allocated to operations under the Farm Machinery Syndicates Credit Act.....	66,147	50,112
	<hr/> 4,497,730	<hr/> 3,974,598
Net operating loss, provided for by Department of Agriculture Vote 90e.....	\$ 1,029,998	\$ 529,694

Operations under the Farm Machinery Syndicates Credit Act

	1966	December 11, 1964 to March 31, 1965
Income		
Interest earned.....	\$ 36,250	\$ 174
Deduct: Interest on loans from the Government of Canada.....	30,206	86
	<hr/> 6,044	<hr/> 88
Amount appropriated by Parliament for carrying out the pur- poses of this Act — Department of Agriculture Vote 95e	75,000	50,000
Service charges.....	8,898	535
	<hr/> 89,942	<hr/> 50,623
Portion of Corporation expenses allocated to operations under this Act	66,147	50,112
	<hr/> 23,795	<hr/> 511
Net income transferred to retained earnings.....	\$ 23,795	\$ 511

FARM CREDIT CORPORATION—*Concluded*

AUDITOR GENERAL OF CANADA

Ottawa, June 1, 1966.

THE HONOURABLE J. J. GREENE,
MINISTER OF AGRICULTURE,
OTTAWA.

Sir,

I have examined the accounts and financial statements of the Farm Credit Corporation for the year ended March 31, 1966.

Section 15 of the Farm Credit Act requires the Corporation to establish a Reserve out of which may be paid "any losses sustained by the Corporation in the conduct of its business". The section further provides that the Corporation shall credit its net earnings each year to this Reserve until the amount of the Reserve equals the capital of the Corporation. At March 31, 1966 the capital of the Corporation amounted to \$22,750,000 while the Reserve amounted to \$1,611,529, having been reduced by \$32,998 due to losses on loans written off during the year.

As previously pointed out, the statutory lending rate of 5% on loans to farmers has not provided sufficient income to cover the interest paid on borrowings from the Government of Canada and administrative expenses applicable to loans made at this rate. The annual excess of expense over income is now being met each year by Parliamentary appropriation. The operating loss of \$1,029,998 for the year ended March 31, 1966, compared with a loss of \$529,694 for the previous year, has been recovered from Department of Agriculture Vote 90e.

While continuation of the policy of providing a Parliamentary appropriation to cover the annual operating loss of the Corporation will prevent further depletion of the Reserve by such losses, no provision has been made for the building up of the Reserve to an amount equivalent to the capital of the Corporation as is contemplated by the Farm Credit Act.

In compliance with the requirements of section 87 of the Financial Administration Act I now report that, in my opinion, subject to the foregoing:

- (a) proper books of account have been kept by the Corporation;
- (b) the financial statements of the Corporation
 - (i) were prepared on a basis consistent with that of the preceding year and are in agreement with the books of account,
 - (ii) in the case of the balance sheet, give a true and fair view of the state of the Corporation's affairs as at the end of the financial year, and
 - (iii) in the case of the statement of income and expense, give a true and fair view of the income and expense of the Corporation for the financial year; and
- (c) the transactions of the Corporation that have come under my notice have been within the powers of the Corporation under the Financial Administration Act and any other Act applicable to the Corporation.

Yours faithfully,

A. M. HENDERSON
Auditor General of Canada

INDUSTRIAL DEVELOPMENT BANK—*Concluded*Income, Expense and Profit for the year ended September 30, 1965
(with comparative figures for the year ended September 30, 1964)

	(\$000) 1965	(\$000) 1964
Income		
Interest.....	\$16,626	\$14,232
Profit on sale of investments.....	55	14
Sundry.....	426	414
	<u>\$17,107</u>	<u>\$14,660</u>
Expense		
Salaries ⁽¹⁾	\$ 3,575	\$ 3,310
Pension fund, unemployment insurance and group insurance.....	252	220
Other staff expenses ⁽²⁾	57	48
Investigation and supervision expenses.....	88	80
Travel and transfer expenses.....	161	113
Rental and other costs — leased premises.....	531	522
Depreciation on equipment.....	81	73
Advertising.....	105	101
Other public information ⁽³⁾	47	38
Telephone and telegrams.....	132	124
Office supplies and expenses.....	156	173
Directors' fees.....	12	12
Auditors' fees and expenses.....	18	16
All other operating expenses.....	80	76
	<u>\$ 5,295</u>	<u>\$ 4,906</u>
Interest on debentures (including amortization of discount and premium).....	9,549	7,891
Provision for bad and doubtful debts.....	1,323	998
	<u>\$16,167</u>	<u>\$13,795</u>
Profit transferred to reserve fund.....	<u>\$ 940</u>	<u>\$ 865</u>

(1) The number of staff averaged 526 in 1965 and 505 in 1964.

(2) Includes overtime pay, medical services and cafeteria expense.

(3) Includes printing of Annual Report and of booklet "A Source of Financing for Canadian Business", etc.

	(\$000)
Reserve for Losses	
Balance, October 1, 1964.....	\$ 4,500
Add:	
Recovery of amounts previously written off.....	\$ 35
Provision for bad and doubtful debts for the year ended September 30, 1965...	1,323
	<u>1,358</u>
	\$ 5,858
Less:	
Bad debts written off.....	608
Balance, September 30, 1965.....	<u>\$ 5,250</u>

Reserve Fund	
Balance, October 1, 1964.....	\$17,483
Profit for the year ended September 30, 1965.....	940
Balance, September 30, 1965.....	<u>\$18,423</u>

THE NATIONAL BATTLEFIELDS COMMISSION
(CONSTITUTED UNDER "AN ACT RESPECTING THE NATIONAL BATTLEFIELDS AT QUEBEC")
Balance Sheet as at March 31, 1966
(with comparative figures as at March 31, 1965)

ASSETS	LIABILITIES	
	1966	1965
Cash.....	\$ 13,094	\$ 384
Accounts receivable.....	693	
Inventories of supplies, spare parts and small tools at cost.....	13,656	\$ 2,088
Assets relating to Special Land Purchase Account, per contra:		2,000
Cash.....	\$ 6,347	
Investment in Government of Canada bonds, at cost (market value (\$23,221)).....	26,500	1,000
	32,847	31,551
Capital Assets, at cost:		1,538,073
Land.....	574,720	1,503,871
Buildings.....	75,308	
Roads, driveways, grading, etc.....	709,701	
Equipment.....	154,793	
	1,514,718	
	<u>\$1,575,008</u>	<u>\$1,550,917</u>
		<u>\$1,575,008</u>
		<u>\$1,550,917</u>

NOTE: There was an outstanding commitment of \$10,800 as at March 31, 1966 under a contract for the supply of souvenir pamphlets.

Certified Correct
J. F. HUDON
Secretary

Approved:
O. GILBERT
Chairman

I have examined the above Balance Sheet and the related Statement of Income and Expense and have reported thereon under date of June 30, 1966 to the Minister of Northern Affairs and National Resources.

A. M. HENDERSON
Auditor General of Canada

THE NATIONAL BATTLEFIELDS COMMISSION—Continued

Statement of Income and Expense for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

	1966	1965
Income		
Parliamentary appropriations.....	\$ 275,000	\$ 315,300
Miscellaneous.....	1,850	1,473
	<u>276,850</u>	<u>316,773</u>
Expense		
Administration:		
Salaries.....	\$ 14,093	13,605
Office expenses.....	2,718	3,786
Provision for legal services.....	1,000	1,946
	<u>17,811</u>	<u>19,337</u>
Operation and Maintenance:		
Wages.....	147,009	147,644
Repairs of roads, driveways, buildings and equipment.....	14,775	25,323
Policing services.....	19,093	30,418
Supplies and small tools.....	8,611	14,389
Nursery stock and fertilizer.....	1,137	1,924
Electric light and power.....	7,161	6,647
Heating, gas and oil.....	6,768	7,996
Special weed treatment for lawns.....	7,970	
Tree surgery.....	2,000	1,371
Snow removal.....	1,100	1,100
Workmen's compensation and unemployment insurance...	1,849	2,220
Contribution to Public Service Superannuation Account and Quebec Pension Plan.....	1,208	901
Souvenir pamphlets.....	4,506	
Miscellaneous.....	574	370
	<u>223,761</u>	<u>240,303</u>
Reconstruction of Martello Tower No. 4.....		41,680
Capital outlays.....	12,113	25,415
	<u>253,685</u>	<u>326,735</u>
Excess of Income over Expenses.....	\$ 23,165	\$ (9,962)

Statement of Proprietary Equity for the year ended March 31, 1966

Balance as at March 31, 1965.....	\$ 1,503,871
Add:	
Capital outlays during the year.....	\$ 12,113
Excess of income over expense.....	23,165
	<u>35,278</u>
	1,539,149
Deduct:	
Capital assets disposed of during the year.....	1,076
Balance as at March 31, 1966.....	<u>\$ 1,538,073</u>

NATIONAL BATTLEFIELDS COMMISSION—*Concluded*

AUDITOR GENERAL OF CANADA

Ottawa, June 30, 1966

THE HONOURABLE ARTHUR LAING,
MINISTER OF NORTHERN AFFAIRS AND NATIONAL RESOURCES,
OTTAWA.

Sir,

I have examined the accounts and financial statements of The National Battlefields Commission for the year ended March 31, 1966. In compliance with the requirements of section 87 of the Financial Administration Act, I report that, in my opinion:

- (a) proper books of account have been kept by the Commission;
- (b) the financial statements of the Commission
 - (i) were prepared on a basis consistent with that of the preceding year and are in agreement with the books of account,
 - (ii) in the case of the balance sheet, give a true and fair view of the state of the Commission's affairs as at the end of the financial year, and
 - (iii) in the case of the statement of income and expense give a true and fair view of the income and expense of the Commission for the financial year; and
- (c) the transactions of the Commission that have come under my notice have been within the powers of the Commission under the Financial Administration Act and any other Act applicable to the Commission.

Yours faithfully,

A. M. HENDERSON
Auditor General of Canada

2000, 1999, 1998, 1997, 1996, 1995, 1994, 1993, 1992, 1991, 1990, 1989, 1988, 1987, 1986, 1985, 1984, 1983, 1982, 1981, 1980, 1979, 1978, 1977, 1976, 1975, 1974, 1973, 1972, 1971, 1970, 1969, 1968, 1967, 1966, 1965, 1964, 1963, 1962, 1961, 1960, 1959, 1958, 1957, 1956, 1955, 1954, 1953, 1952, 1951, 1950, 1949, 1948, 1947, 1946, 1945, 1944, 1943, 1942, 1941, 1940, 1939, 1938, 1937, 1936, 1935, 1934, 1933, 1932, 1931, 1930, 1929, 1928, 1927, 1926, 1925, 1924, 1923, 1922, 1921, 1920, 1919, 1918, 1917, 1916, 1915, 1914, 1913, 1912, 1911, 1910, 1909, 1908, 1907, 1906, 1905, 1904, 1903, 1902, 1901, 1900, 1899, 1898, 1897, 1896, 1895, 1894, 1893, 1892, 1891, 1890, 1889, 1888, 1887, 1886, 1885, 1884, 1883, 1882, 1881, 1880, 1879, 1878, 1877, 1876, 1875, 1874, 1873, 1872, 1871, 1870, 1869, 1868, 1867, 1866, 1865, 1864, 1863, 1862, 1861, 1860, 1859, 1858, 1857, 1856, 1855, 1854, 1853, 1852, 1851, 1850, 1849, 1848, 1847, 1846, 1845, 1844, 1843, 1842, 1841, 1840, 1839, 1838, 1837, 1836, 1835, 1834, 1833, 1832, 1831, 1830, 1829, 1828, 1827, 1826, 1825, 1824, 1823, 1822, 1821, 1820, 1819, 1818, 1817, 1816, 1815, 1814, 1813, 1812, 1811, 1810, 1809, 1808, 1807, 1806, 1805, 1804, 1803, 1802, 1801, 1800, 1799, 1798, 1797, 1796, 1795, 1794, 1793, 1792, 1791, 1790, 1789, 1788, 1787, 1786, 1785, 1784, 1783, 1782, 1781, 1780, 1779, 1778, 1777, 1776, 1775, 1774, 1773, 1772, 1771, 1770, 1769, 1768, 1767, 1766, 1765, 1764, 1763, 1762, 1761, 1760, 1759, 1758, 1757, 1756, 1755, 1754, 1753, 1752, 1751, 1750, 1749, 1748, 1747, 1746, 1745, 1744, 1743, 1742, 1741, 1740, 1739, 1738, 1737, 1736, 1735, 1734, 1733, 1732, 1731, 1730, 1729, 1728, 1727, 1726, 1725, 1724, 1723, 1722, 1721, 1720, 1719, 1718, 1717, 1716, 1715, 1714, 1713, 1712, 1711, 1710, 1709, 1708, 1707, 1706, 1705, 1704, 1703, 1702, 1701, 1700, 1699, 1698, 1697, 1696, 1695, 1694, 1693, 1692, 1691, 1690, 1689, 1688, 1687, 1686, 1685, 1684, 1683, 1682, 1681, 1680, 1679, 1678, 1677, 1676, 1675, 1674, 1673, 1672, 1671, 1670, 1669, 1668, 1667, 1666, 1665, 1664, 1663, 1662, 1661, 1660, 1659, 1658, 1657, 1656, 1655, 1654, 1653, 1652, 1651, 1650, 1649, 1648, 1647, 1646, 1645, 1644, 1643, 1642, 1641, 1640, 1639, 1638, 1637, 1636, 1635, 1634, 1633, 1632, 1631, 1630, 1629, 1628, 1627, 1626, 1625, 1624, 1623, 1622, 1621, 1620, 1619, 1618, 1617, 1616, 1615, 1614, 1613, 1612, 1611, 1610, 1609, 1608, 1607, 1606, 1605, 1604, 1603, 1602, 1601, 1600, 1599, 1598, 1597, 1596, 1595, 1594, 1593, 1592, 1591, 1590, 1589, 1588, 1587, 1586, 1585, 1584, 1583, 1582, 1581, 1580, 1579, 1578, 1577, 1576, 1575, 1574, 1573, 1572, 1571, 1570, 1569, 1568, 1567, 1566, 1565, 1564, 1563, 1562, 1561, 1560, 1559, 1558, 1557, 1556, 1555, 1554, 1553, 1552, 1551, 1550, 1549, 1548, 1547, 1546, 1545, 1544, 1543, 1542, 1541, 1540, 1539, 1538, 1537, 1536, 1535, 1534, 1533, 1532, 1531, 1530, 1529, 1528, 1527, 1526, 1525, 1524, 1523, 1522, 1521, 1520, 1519, 1518, 1517, 1516, 1515, 1514, 1513, 1512, 1511, 1510, 1509, 1508, 1507, 1506, 1505, 1504, 1503, 1502, 1501, 1500, 1499, 1498, 1497, 1496, 1495, 1494, 1493, 1492, 1491, 1490, 1489, 1488, 1487, 1486, 1485, 1484, 1483, 1482, 1481, 1480, 1479, 1478, 1477, 1476, 1475, 1474, 1473, 1472, 1471, 1470, 1469, 1468, 1467, 1466, 1465, 1464, 1463, 1462, 1461, 1460, 1459, 1458, 1457, 1456, 1455, 1454, 1453, 1452, 1451, 1450, 1449, 1448, 1447, 1446, 1445, 1444, 1443, 1442, 1441, 1440, 1439, 1438, 1437, 1436, 1435, 1434, 1433, 1432, 1431, 1430, 1429, 1428, 1427, 1426, 1425, 1424, 1423, 1422, 1421, 1420, 1419, 1418, 1417, 1416, 1415, 1414, 1413, 1412, 1411, 1410, 1409, 1408, 1407, 1406, 1405, 1404, 1403, 1402, 1401, 1400, 1399, 1398, 1397, 1396, 1395, 1394, 1393, 1392, 1391, 1390, 1389, 1388, 1387, 1386, 1385, 1384, 1383, 1382, 1381, 1380, 1379, 1378, 1377, 1376, 1375, 1374, 1373, 1372, 1371, 1370, 1369, 1368, 1367, 1366, 1365, 1364, 1363, 1362, 1361, 1360, 1359, 1358, 1357, 1356, 1355, 1354, 1353, 1352, 1351, 1350, 1349, 1348, 1347, 1346, 1345, 1344, 1343, 1342, 1341, 1340, 1339, 1338, 1337, 1336, 1335, 1334, 1333, 1332, 1331, 1330, 1329, 1328, 1327, 1326, 1325, 1324, 1323, 1322, 1321, 1320, 1319, 13

NATIONAL CAPITAL COMMISSION

(ESTABLISHED BY THE NATIONAL CAPITAL ACT)

Balance Sheet as at March 31, 1966
(with comparative figures as at March 31, 1965)

ASSET

LIABILITIES

	1966	1965		1966	1965
Cash.....	\$ 1,526,061	\$ 3,095,582	Accounts Payable.....	\$ 2,948,137	\$ 804,831
Short-term Deposit Certificates.....	250,000	425,000	Provision for Grants in lieu of Municipal Taxes.....	177,211	234,469
National Capital Fund on deposit in the Consolidated Revenue Fund.....	1,625,500	425,500	Advances from Government Departments and Agencies for services to be rendered.....	17,410	29,420
Investment in Canadian National Railway Company Bonds, at cost (market value \$19,690).....	20,136	20,136	Contractors' Security and other Deposits and Holdbacks.....	717,657	202,922
Due from Government of Canada in respect of a Parliamentary Appropriation for Operation and Maintenance, General Administration and Interest Charges on Outstanding Loans for Acquisition of Property.....	977,842	318,000	Due to Government of Canada — Unexpended Balances of Appropriations in respect of: Expenses of Operation, Maintenance and General Administration (Statement I).....		92,622
Rentals and other Receivables.....	214,282	327,472	Interest Charges (Statement II)		15,947
Inventories of Small Tools and Equipment, Maintenance Supplies, Nursery Stocks, etc., at cost or estimated value.....		204,273		287,889	108,569
Contractors' Security and other Deposits and Holdbacks, per contra.....	717,657	202,922	National Capital Fund—Unexpended Balance (Statement III).....	829,201	2,175,265
Capital Assets, at cost (Schedule "A").....	135,138,179	113,802,507	Government of Canada Loans for acquisition of Property (Statement IV):		
			In the Greenbelt.....		34,448,099
			In other areas.....		32,741,460
			Unexpended funds.....		139,691
			Proprietary Interest (Statement V) ..		
				67,329,250	59,851,486
				68,162,902	55,414,430
				<u>\$140,469,657</u>	<u>\$118,821,392</u>
					<u>\$118,821,392</u>

The appended notes form an integral part of this statement.

Certified correct:

MARCEL COUTURE
*Director-General
Finance and Administration*

Approved on behalf of the Commission:

S. F. CLARK
Chairman

D'ARCY AUDET
Commissioner

I have examined the above Balance Sheet and the related Statements and have reported thereon under date of June 29, 1966 to the Minister of Public Works.

A. M. HENDERSON
Auditor General of Canada

NATIONAL CAPITAL COMMISSION—*Continued*

Notes to Balance Sheet as at March 31, 1966

- (1) Parliamentary votes in the fiscal years 1959-60 to 1963-64, inclusive, authorized loans of \$37,000,000 to the Commission, in the current and subsequent fiscal years, for the purpose of acquiring property in the Greenbelt. Of this amount \$35,400,000 was borrowed to March 31, 1966 leaving \$1,600,000 which may be borrowed in subsequent fiscal years.
- (2) In addition to the liabilities shown in the Balance Sheet, the Commission was under obligation as at March 31, 1966, for:
 - (a) compensation for properties expropriated estimated at \$14,000,000;
 - (b) outstanding commitments under uncompleted work contracts amounting to approximately \$7,939,000; and
 - (c) a balance of approximately \$5,000,000 pursuant to an agreement with the Canadian National Railway Company for the acquisition of certain railway assets related to the railway relocation programme.
- (3) The Commission is committed under an agreement with the Canadian Pacific Railway Company and the Canadian National Railway Company to the relocation of certain railway tracks, buildings and works.
- (4) The Commission is committed to landscape and to transfer free of charge, the lands required for the following purposes:
 - (a) to the City of Ottawa, the right-of-way for the Queensway; and
 - (b) to the provinces of Ontario and Quebec, the approaches for the Macdonald-Cartier Bridge.

STATEMENT I

NATIONAL CAPITAL COMMISSION—*Continued*

**Statement of Expense of Operation and Maintenance of Parks, Parkways and Grounds adjoining
Government Buildings at Ottawa and Hull, Maintenance of other
Properties and General Administration
for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)**

	1966	1965
Expense		
Expenses of Commissioners, Chairman, Vice-Chairman and Committee Members.....	\$ 50,178	\$ 46,766
Administration, secretarial services and accounting.....	287,632	224,638
Planning, property acquisition and management.....	389,775	344,081
Engineering and outside supervisors — construction and maintenance.....	184,896	155,773
Landscape architecture.....	160,868	124,565
Information and Historical Research Division.....	136,880	97,883
Gatineau Park Division.....	290,379	249,466
Operation and maintenance of parks and parkways of the Commission.....	1,127,914	1,211,824
Maintenance of grounds adjoining Government Buildings.....	636,723	643,012
Other maintenance — Queensway.....	12,187	14,941
Employee benefits.....	164,578	160,329
Grants in lieu of taxes to local municipalities.....	363,894	255,976
Capital outlays —		
Parkway lighting system.....	\$20,493	12,514
Machinery and equipment.....	88,131	42,336
Motor vehicles.....	47,655	36,766
Office equipment.....	6,450	7,194
	<hr/> 162,729	<hr/> 98,810
Total expense for the year.....	3,968,633	3,628,064
Less: Incidental Income — Equipment rentals, sale of supplies and nursery stocks, supervisory charges, etc.....	187,991	237,686
Net expense for the year.....	<hr/> <hr/> \$ 3,780,642	<hr/> <hr/> \$ 3,390,378
Provided for by Department of Public Works Vote 60.....	\$ 4,006,000	\$ 3,483,000
Less: Unexpended balance refundable to the Government of Canada.....	225,358	92,622
	<hr/> <hr/> \$ 3,780,642	<hr/> <hr/> \$ 3,390,378

NOTE: Included in the expense for 1966 is remuneration of Commissioners, \$30,520.

STATEMENT II

NATIONAL CAPITAL COMMISSION—*Continued*Statement of Interest Charges on Government of Canada Loans for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

	1966	1965
Interest on loans.....	\$ 3,253,842	\$ 2,857,664
<i>Less: Net income from rentals.....</i>	<i>\$492,944</i>	<i>382,052</i>
<i>Less: Construction of farm buildings on rental property....</i>	<i>20,324</i>	<i>23,198</i>
	472,620	358,854
Interest on bank deposits, bonds and mortgages.....	40,753	34,757
	513,373	393,611
	<u>\$ 2,740,469</u>	<u>\$ 2,464,053</u>
Provided for by Department of Public Works Vote 60.....	\$ 2,803,000	\$ 2,480,000
<i>Less: Unexpended balance refundable to the Government of</i>		
<i>Canada.....</i>	<i>62,531</i>	<i>15,947</i>
	<u>\$ 2,740,469</u>	<u>\$ 2,464,053</u>

NOTE: The \$20,324 charge for construction of farm buildings on rental property shown above has been transferred in 1966-67 to the National Capital Fund — Improvements to farm properties in the Greenbelt, in order to comply with Treasury Board's directive that rental income is to be applied to the payment of interest on government loans.

STATEMENT III

NATIONAL CAPITAL COMMISSION—*Continued*Statement of National Capital Fund for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

	1966	1965
Balance at April 1		
In the Consolidated Revenue Fund.....	\$ 425,500	\$ 6,425,500
In the hands of the Commission.....	1,749,765	985,695
	<hr/>	<hr/>
Parliamentary appropriation.....	2,175,265	7,411,195
Proceeds from sales of property.....	12,100,000	4,500,000
	1,028,640	425,364
	<hr/>	<hr/>
	15,303,905	12,336,559
	<hr/>	<hr/>
Expenditures		
Capital outlays —		
Property:		
Gatineau Park.....	211,587	523,946
Approaches to Macdonald-Cartier Bridge.....	25,332	331,082
Repayment of loans to acquire property now in use —		
Queensway.....	665,389	2,529,473
Ottawa River Parkway.....	443,296	
Sussex Drive.....	180,587	
Roads and parkways.....	1,572,704	1,679,408
Bridges and approaches.....	119,581	29,010
Parks and boulevards.....	196,297	230,158
Railway lines and structures.....	9,837,708	3,694,008
Buildings.....	151,682	311,148
Improvement to LeBreton Flats.....	107,396	71,058
Improvements to farm properties in the Greenbelt.....	72,172	66,677
Development of industrial lands for resale.....	(53,526)	145,407
Improvements to historic properties.....	105,981	99,202
	<hr/>	<hr/>
	13,636,186	9,710,577
Contribution towards cost of construction of the Queensway — landscaping.....	40,255	45,823
Contribution towards cost of reconstruction of Riverside Drive.....	110,955	55,979
Grant to the city of Ottawa re interest on the cost of constructing certain sewer and water works projects undertaken in advance of normal requirements.....	36	46,615
Cost of demolition of buildings located on land acquired for the approaches to the Macdonald-Cartier Bridge.....	80,556	27,582
Cost of studies related to redevelopment of central Ottawa.....	145,435	59,541
Changes to driveway in Confederation Park.....	91,034	29,306
Grants to historical societies for operation and maintenance of historic sites.....	11,240	11,994
Cost of studies related to redevelopment of LeBreton Flats.....	66,737	46,535
Contribution towards cost of construction of:		
New bridge at Heron Road.....		2,867
Overpass at the intersection of Carling Avenue and the proposed Western Parkway.....	1,560	
Share of cost of study of development outside the Greenbelt.....	39,919	
Rehabilitation of Nepean Point.....	18,041	
Rehabilitation of dam at Rideau Falls.....	15,000	
Miscellaneous grants.....	57,779	12,875
Maintenance expenses.....	159,971	111,600
	<hr/>	<hr/>
	14,474,704	10,161,294
	<hr/>	<hr/>
Balance at March 31		
In the Consolidated Revenue Fund.....	1,625,500	425,500
In the hands of the Commission.....	(796,299)	1,749,765
	<hr/>	<hr/>
	\$ 829,201	\$ 2,175,265
	<hr/>	<hr/>

STATEMENT IV

NATIONAL CAPITAL COMMISSION—Continued

Statement of Government of Canada Loans for the Acquisition of Property in the National Capital Region
for the year ended March 31, 1966(with comparative figures for the year ended March 31, 1965 and cumulative figures
from inception to March 31, 1966)

		1966	1965	From inception 1957 to 1966
1. Property in the Greenbelt —				
Funds on hand at April 1.....	\$	809,824	\$ 225,430	
Loans received.....	\$	1,500,000	3,000,000	\$ 39,282,434
Less: Repayments.....		95,362	316,009	4,061,821
		1,404,638	2,683,991	35,220,613
		2,214,462	2,909,421	
Property acquired.....	1,537,310		2,415,606	38,509,920
Less: Property sold.....	95,362		316,009	4,061,821
		1,441,948	2,099,597	34,448,099
Funds on hand at March 31.....		772,514	809,824	772,514
2. Property other than Greenbelt —				
Funds on hand at April 1.....		449,311	157,977	
Loans received.....	9,000,000		8,300,000	39,617,565
Less: Repayments (including \$1,289,272 provided by the National Capital Fund).....	2,926,872		4,119,181	7,508,928
		6,073,128	4,180,819	32,108,637
		6,522,439	4,338,796	
Property acquired.....	10,082,134		8,008,666	40,250,388
Less: Property sold or charged to the National Capital Fund.....	2,926,872		4,119,181	7,508,928
		7,155,262	3,889,485	32,741,460
Funds on hand at March 31.....		(632,823)	449,311	(632,823)
Total funds on hand at March 31.....	\$	139,691	\$ 1,259,135	\$ 139,691

STATEMENT V

NATIONAL CAPITAL COMMISSION—*Continued*Statement of Proprietary Interest for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

	1966	1965
Balance at April 1.....	\$ 55,414,430	\$ 46,062,340
Add:		
Capital outlays --		
Statement of Expense of Operation, Maintenance and General Administration (Statement I).....	162,729	98,810
National Capital Fund (Statement III).....	13,636,186	9,710,577
Increase in equity in certain leasehold property.....	3,603	3,602
Increase (decrease) in inventories of maintenance and operating supplies, etc...	10,009	(11,003)
	<u>69,226,957</u>	<u>55,864,326</u>
Deduct:		
Proceeds from sales of property acquired out of the National Capital Fund....	1,028,640	425,364
Loss on disposal of motor vehicles and equipment.....	35,415	24,532
	<u>1,064,055</u>	<u>449,896</u>
Balance at March 31.....	<u>\$ 68,162,902</u>	<u>\$ 55,414,430</u>

SCHEDULE "A"

NATIONAL CAPITAL COMMISSION—Continued

Capital Assets as at March 31, 1966
(with comparative figures as at March 31, 1965)

	1966	1965
Property		
Parks, parkways, etc.....	\$ 23,734,461	\$ 20,966,935
Queensway.....	4,327,483	4,534,713
Gatineau Park.....	5,637,220	5,425,632
Industrial and railway sites.....	1,376,380	1,724,577
Mackenzie King Bridge.....	270,963	502,271
Macdonald-Cartier Bridge.....	2,436,918	2,382,699
LeBreton Flats.....	16,720,682	11,314,467
Greenbelt in the townships of Gloucester and Nepean.....	34,448,099	33,006,152
Historic properties.....	3,157	3,157
Leases and licences of occupation.....	1	1
	88,955,364	79,860,604
Roads and parkways.....	13,943,729	12,371,024
Bridges and approaches.....	2,746,354	2,626,773
Parks and boulevards.....	4,418,948	4,222,651
Parkway lighting system.....	271,133	250,640
Railway lines and structures.....	20,172,651	10,334,944
Improvements to farm properties in the Greenbelt.....	334,926	262,753
Improvements to historic properties.....	339,269	233,289
Development of industrial lands.....	577,486	631,011
Improvements to LeBreton Flats.....	314,147	206,751
Buildings.....	2,135,977	1,980,693
Machinery and equipment.....	583,999	508,202
Motor vehicles.....	268,861	243,377
Office equipment.....	75,335	69,795
	\$135,138,179	\$113,802,507

NATIONAL CAPITAL COMMISSION—*Concluded*

AUDITOR GENERAL OF CANADA

Ottawa, June 29, 1966.

THE HONOURABLE GEORGE J. MCILRAITH,
MINISTER OF PUBLIC WORKS,
OTTAWA.

Sir,

I have examined the accounts and financial statements of the National Capital Commission for the year ended March 31, 1966.

A revised capital budget of the Commission which provided for expenditures of \$24,044,000 in 1965-66 was approved on February 24, 1966 by Order in Council P.C. 1966-359 pursuant to sub-section (2) of section 80 of the Financial Administration Act. It was stipulated in the approved budget that expenditures in respect of certain items might exceed amounts shown by not more than 10% without further approval, provided that the prescribed total for each budget grouping was not exceeded. The accounts of the Commission show that of the total expenditures for the year of \$23,685,000, the expenditures for one grouping exceeded the authorized total of \$11,625,000 by \$1,498,000, and included in this grouping were two major items the approved limits for which were exceeded by a total of \$567,000.

Vote L70 provided for loans to the Commission of \$9,000,000 for the purpose of acquiring property in the National Capital Region, excluding property being acquired for the Greenbelt. These loans together with funds on hand at April 1, 1965 provided a total of \$9,449,311 for these property acquisitions. During the year the total expenditure incurred by the Commission on these properties amounted to \$10,082,134, or \$632,823 in excess of the funds available.

The presentation of the Statement of National Capital Fund (Statement III) has been extended to combine the funds available in the Consolidated Revenue Fund and those drawn from that fund and in the hands of the Commission.

In compliance with the requirements of section 87 of the Financial Administration Act, I report that, subject to the foregoing, in my opinion:

- (a) proper books of account have been kept by the Commission;
- (b) the financial statements of the Commission
 - (i) were prepared on a basis consistent with that of the preceding year and are in agreement with the books of account,
 - (ii) in the case of the balance sheet, give a true and fair view of the state of the Commission's affairs as at the end of the year, and
 - (iii) in the case of the related statements give a true and fair view of the financial transactions of the Commission for the year; and
- (c) the transactions of the Commission that have come under my notice have been within the powers of the Commission under the Financial Administration Act and any other Act applicable to the Commission.

Yours faithfully,

A. M. HENDERSON
Auditor General of Canada

Due from the Province of Quebec under agreement to share Jacques Cartier Bridge deficits.....	744,425	744,425	Fire and general insurance.....	5,923,227	5,444,365
Deferred Charge — unamortized balance of bond discount and redemption expense (Jacques Cartier Bridge).....	235,115	296,448	Workmen's compensation.....	2,150,000	2,150,000
Capital Assets, at cost or estimated cost, per Exhibit A.....	446,143,009	417,522,220	Special maintenance.....	786,530	953,410
				116,874,889	
				603,716,763	575,919,434
			Deduct: Deficit, per Statement of Deficit.....	83,543,720	82,513,438
					520,173,043
					493,405,996
					539,878,958
					506,686,533

Certified correct:

ROGER SAINT-JEAN
Secretary

Approved:

H. A. MANN
Chairman

I have examined the above Balance Sheet and the related Statements of Income and Expense and have reported thereon under date of March 22, 1966 to the Minister of Transport.

A. M. HENDERSON
Auditor General of Canada

EXHIBIT "A"

NATIONAL HARBOURS BOARD—Continued

Capital Assets as at December 31, 1965
(with comparative figures as at December 31, 1964)

	1965	1964
Harbour dredging.....	\$ 22,423,499	\$ 22,405,671
Land and land improvements.....	22,269,053	21,117,632
Wharves and piers.....	157,246,595	147,388,072
Permanent sheds.....	46,501,623	42,733,415
Railway systems.....	7,111,183	6,953,024
Grain elevator systems.....	92,367,812	87,298,261
Cold storage systems.....	7,024,986	6,857,178
Harbour buildings, service plants and equipment.....	12,362,419	10,753,300
Floating and shore equipment.....	5,149,514	5,159,890
Jacques Cartier Bridge.....	22,266,801	22,279,302
Champlain Bridge.....	39,797,216	36,638,012
Works under construction.....	11,622,308	7,938,463
	<u>446,143,009</u>	<u>417,522,220</u>

NATIONAL HARBOURS BOARD—Continued

Statement of Income and Expense for the year ended December 31, 1965
(with comparative figures for the year ended December 31, 1964)

HARBOURS AND ELEVATORS		1965	1964
		<u> </u>	<u> </u>
Operating Income			
Harbours —			
Harbour dues.....	\$ 1,105,581		\$ 1,029,392
Cargo rates.....	626,659		606,056
Handling.....	1,920,351		1,970,627
Property rentals.....	939,702		868,003
Miscellaneous.....	142,448		122,410
	<u> </u>	\$ 4,734,741	<u>4,596,488</u>
Wharves and Piers —			
Top wharfage.....	8,087,455		6,819,760
Dockage and berthage.....	3,054,218		2,701,994
Wharf space rentals.....	1,054,138		852,212
Miscellaneous.....	193,911		99,832
	<u> </u>	12,389,722	<u>10,473,798</u>
Grain Elevator Systems —			
Elevation.....	5,838,857		5,072,930
Storage.....	2,930,222		2,769,516
Rentals.....	825,260		855,831
Miscellaneous.....	859,713		725,123
	<u> </u>	10,454,052	<u>9,423,400</u>
Cold Storage Systems —			
Storage.....	663,302		734,006
Miscellaneous.....	630,097		581,178
	<u> </u>	1,293,399	<u>1,315,184</u>
Permanent Sheds —			
Shed rentals.....	2,385,526		1,793,863
Storage.....	154,188		174,568
Miscellaneous.....	256,347		237,486
	<u> </u>	2,796,061	<u>2,205,917</u>
Railway Systems.....		926,730	863,392
Miscellaneous Services.....		1,494,724	1,223,912
Carried forward.....		<u>34,089,429</u>	<u>30,102,091</u>

NATIONAL HARBOURS BOARD—Continued

Statement of Income and Expense for the year ended December 31, 1965—Continued
(with comparative figures as at December 31, 1964)

HARBOURS AND ELEVATORS—Concluded

	1965	1964
Operating Income (Brought forward).....	\$ 34,089,429	\$ 30,102,091
Operating Expenses		
Operation and Maintenance —		
Harbours (including dredging \$403,943; handling \$1,673,734) \$	5,255,493	4,410,831
Wharves and piers.....	1,078,394	946,304
Grain elevator systems.....	6,503,833	6,349,443
Cold storage systems.....	1,171,204	1,143,921
Permanent sheds.....	1,563,234	1,438,369
Railway systems.....	1,054,497	1,062,465
Miscellaneous services.....	1,520,421	1,343,926
	18,147,076	16,695,259
Administrative —		
Salaries of Board Members and executive officers.....	108,387	124,692
Other salaries.....	1,162,407	1,135,569
Contributions to Public Service Superannuation Account..	535,380	495,054
Office expenses.....	218,421	193,344
Miscellaneous.....	941,221	609,550
	2,965,816	2,558,209
	21,112,892	19,253,468
Net Operating Income.....	12,976,537	10,848,623
Add: Other Income —		
Income from investments (excluding \$213,287 transferred to		
Reserves for Insurance and Maintenance).....	2,514,694	2,490,994
Miscellaneous.....	243,213	338,454
	2,757,907	2,829,448
	15,734,444	13,678,071
Deduct: Special Charges —		
Provision for interest on loans and advances.....	9,445,334	9,392,260
Provision for replacement of capital assets.....	5,155,246	4,803,328
Loss (net) on disposal of capital assets.....	105,872	252,807
Other.....	346,861	210,533
	15,053,313	14,658,928
Net Profit (Loss) Harbours and Elevators.....	881,131	(980,857)

NATIONAL HARBOURS BOARD—Continued

Statement of Income and Expense for the year ended December 31st, 1965—Concluded

	BRIDGES		
	Jacques Cartier	Champlain	Total
Income			
Tolls.....		\$ 985,740	\$ 985,740
Easement rentals, revenue from investments (excluding \$20,370 transferred to Reserve for Special Maintenance), etc.....	\$ 129,084	5,236	134,320
	129,084	990,976	1,120,060
Operating Expenses.....	362,070	454,251	816,321
Net Operating Profit (Loss).....	(232,986)	536,725	303,739
Special Charges —			
Provision for interest on loans and advances.....		1,733,359	1,733,359
Provision for replacement of capital assets.....	203,024	307,981	511,005
Amortization of bond discount and bond redemption expense..	61,334		61,334
Other.....	3,186	3,774	6,960
	267,544	2,045,114	2,312,658
Net Loss — Bridges.....	500,530	1,508,389	2,008,919

Statement of Deficit for the year ended December 31, 1965

Balance as at January 1, 1965.....		\$ 82,513,438
Loss (Profit) for the year, per Statements of Income and Expense —		
Bridges.....	\$ 2,008,919	
Harbours and Elevators.....	(681,131)	
	1,327,788	
Recovery from appropriations of Department of Transport of Net Loss (exclusive of provision for replacement of capital assets) in the operation of the Jacques Cartier Bridge.....	297,506	1,030,282
Balance as at December 31, 1965.....		83,543,720

NATIONAL HARBOURS BOARD—*Concluded*

AUDITOR GENERAL OF CANADA

Ottawa, March 22, 1966.

THE HONOURABLE J. W. PICKERSGILL,
MINISTER OF TRANSPORT,
OTTAWA.

Sir,

I have examined the accounts and financial statements of the National Harbours Board for the year ended December 31, 1965. In compliance with the requirements of section 87 of the Financial Administration Act, I report that, in my opinion:

- (a) proper books of account have been kept by the Board;
- (b) the financial statements of the Board
 - (i) were prepared on a basis consistent with that of the preceding year and are in agreement with the books of account,
 - (ii) in the case of the balance sheet, give a true and fair view of the state of the Board's affairs as at the end of the financial year, and
 - (iii) in the case of the statements of income and expense give a true and fair view of the income and expense of the Board for the financial year; and
- (c) the transactions of the Board that have come under my notice have been within the powers of the Board under the Financial Administration Act and any other Act applicable to the Board.

Yours faithfully,

A. M. HENDERSON
Auditor General of Canada

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NOTE: The Commission administers loans, which amounted to \$35,632,308 as at March 31, 1966, made by the Government of Canada pursuant to agreements entered into under the Atlantic Provinces Power Development Act.

Certified correct:

T. A. STOTT

Secretary-Comptroller

Approved:

E. A. CÔTÉ

Chairman

I have examined the above Balance Sheet and the related Statement of Income and Expense and have reported thereon under date of June 21, 1966 to the Minister of Northern Affairs and National Resources.

A. M. HENDERSON

Auditor General of Canada

NORTHERN CANADA POWER COMMISSION—Continued
Statement of Income and Expense for the year ended March 31, 1966
(with comparative figures for the year ended March 31, 1965)

	1966	1965
Income		
Sales of power.....	\$ 3,320,273	\$ 3,111,303
Income arising from construction, maintenance and operation of facilities for government departments and others.....	1,036,780	965,995
Sales of heat.....	732,879	733,802
Water and sewerage services.....	104,333	112,511
Interest.....	65,979	56,690
Miscellaneous.....	38,760	35,503
	<hr/> 5,299,004	<hr/> 5,015,804
Expense		
Operating:		
Salaries and wages.....	\$ 1,337,590	1,223,102
Fuel and lubricants.....	945,929	770,951
Materials and supplies.....	247,619	329,167
Employees' board and accommodation (net).....	159,448	132,937
Maintenance and improvements.....	149,920	198,673
Travel and removal.....	83,701	85,997
Maintenance of trucks, tractors, etc.....	43,827	33,689
Tools and miscellaneous equipment.....	36,956	21,561
Plant, line and equipment rentals.....	29,501	27,327
Telegrams, telephone and postage.....	18,489	15,815
Insurance.....	13,333	12,196
Miscellaneous.....	37,181	35,690
	<hr/> 3,103,494	<hr/> 2,887,105
Administrative:		
Salaries.....	271,431	260,698
Office rent.....	23,866	20,649
Miscellaneous.....	26,124	20,259
	<hr/> 321,421	<hr/> 301,606
Interest on advances from the Government of Canada.....	731,047	750,779
Depreciation (equivalent to repayment of principal of advances from the Government of Canada).....	575,111	548,450
	<hr/> 4,731,073	<hr/> 4,487,940
Net Income.....	<hr/> <hr/> 567,931	<hr/> <hr/> 527,864

NORTHERN CANADA POWER COMMISSION—*Continued*
Statement of Earned Surplus for the year ended March 31, 1966

Balance as at April 1, 1965.....		\$ 1,274,662
<i>Deduct:</i>		
Transfers to:		
Reserve for contingencies.....	\$ 121,000	
Equity represented by cost of extension, expansion and improvements of capital assets.....	244,945	
		<u>365,945</u>
		908,717
<i>Add:</i> Net income for the year.....		<u>567,931</u>
Balance as at March 31, 1966.....		<u><u>1,476,648</u></u>

NORTHERN CANADA POWER COMMISSION—*Concluded*
AUDITOR GENERAL OF CANADA

Ottawa, June 21, 1966.

THE HONOURABLE ARTHUR LAING,
MINISTER OF NORTHERN AFFAIRS AND NATIONAL RESOURCES,
OTTAWA.

Sir,

I have examined the accounts and financial statements of Northern Canada Power Commission for the year ended March 31, 1966. In compliance with the requirements of section 87 of the Financial Administration Act, I report that, in my opinion:

- (a) proper books of account have been kept by the Commission;
- (b) the financial statements of the Commission
 - (i) were prepared on a basis consistent with that of the preceding year and are in agreement with the books of account,
 - (ii) in the case of the balance sheet give a true and fair view of the state of the Commission's affairs as at the end of the financial year, and
 - (iii) in the case of the statement of income and expense, give a true and fair view of the income and expense of the Commission for the financial year; and
- (c) the transactions of the Commission that have come under my notice have been within the powers of the Commission under the Financial Administration Act and any other Act applicable to the Commission.

Yours faithfully,

A. M. HENDERSON
Auditor General of Canada

NORTHERN ONTARIO PIPE LINE CROWN CORPORATION
(ESTABLISHED BY THE NORTHERN ONTARIO PIPE LINE CROWN CORPORATION ACT)

Balance Sheet as at December 31, 1965
(with comparative figures as at December 31, 1964)

ASSETS		LIABILITIES	
1965	1964	1965	1964
Cash			
On deposit with Receiver General.....	\$690,000		
Balance in bank.....	3,715	\$ 48	\$
			693,725
			10
		693,667	693,715
		693,715	693,715

Certified correct

N. TOKARYK,
Treasurer

Approved

J. H. WARREN,
President

I have examined the above Balance Sheet and have reported thereon under date of January 24, 1966, to the Minister of Mines and Technical Surveys.

A. M. HENDERSON,
Auditor General of Canada.

NORTHERN ONTARIO PIPE LINE CROWN CORPORATION—*Concluded*

AUDITOR GENERAL OF CANADA

Ottawa, January 24, 1966.

THE HONOURABLE JEAN-LUC PEPIN,
MINISTER OF MINES AND TECHNICAL SURVEYS,
OTTAWA.

Sir,

The accounts and the financial statement of Northern Ontario Pipe Line Crown Corporation have been examined for the year ended December 31, 1965. In compliance with the requirements of Section 87 of the Financial Administration Act, I report that in my opinion:

- (a) proper books of account have been kept by the Corporation;
- (b) the financial statement of the Corporation
 - (i) was prepared on a basis consistent with that of the preceding year and is in agreement with the books of account, and
 - (ii) gives a true and fair view of the state of the Corporation's affairs as at the end of the financial year, and
- (c) the transaction of the Corporation that has come under my notice has been within the powers of the Corporation under the Financial Administration Act and any other Act applicable to the Corporation.

Yours faithfully,

A. M. HENDERSON
Auditor General of Canada

NORTHERN TRANSPORTATION COMPANY LIMITED

AND SUBSIDIARY COMPANIES
(INCORPORATED UNDER THE CANADA CORPORATIONS ACT)

Consolidated Balance Sheet at December 31, 1965 (with comparative figures at December 31, 1964)

	ASSETS		LIABILITIES	
	1965	1964	1965	1964
Current Assets:				
Cash.....	\$ 221,372	\$ 293,559	\$ 577,771	\$ 256,579
Short-term bank deposits.....	1,000,000	3,250,000	77,575	211,689
Accounts receivable.....	740,339	491,765		
Operating and general supplies, at cost.....	520,863	349,772		
Prepaid expenses.....	11,869	9,842	655,346	468,268
	<u>2,494,443</u>	<u>4,394,938</u>		
Short-term Deposits held for Insurance Investment Fund.....	1,250,000	1,250,000	265,734	
Capital Assets, at cost: (Note 2)				
Land.....	99,261	98,467		
Buildings, including equipment.....	2,969,266	2,366,823	152,000	152,000
Boats and barges, including equipment.....	14,488,622	9,915,880	1,250,000	1,250,000
Automotive equipment.....	1,244,299	1,084,499	5,995,150	5,546,600
Other.....	112,049	115,451		
	<u>18,913,497</u>	<u>13,581,120</u>	<u>7,397,150</u>	<u>6,948,600</u>
Less: Accumulated depreciation.....	<u>14,339,710</u>	<u>11,809,190</u>		
	<u>4,573,787</u>	<u>1,771,930</u>		
	<u>8,318,230</u>	<u>7,416,868</u>	<u>8,318,230</u>	<u>7,416,868</u>

The accompanying notes are an integral part of the financial statements.

Approved on behalf of the Board

W. M. GILCHRIST
Director

W. J. BENNETT
Director

I have examined the above Consolidated Balance Sheet and the related Consolidated Statement of Income and Expense and have reported thereon under date of February 26, 1966 to the Minister of Northern Affairs and National Resources.

A. M. HENDERSON,
Auditor General of Canada

NORTHERN TRANSPORTATION COMPANY LIMITED—Continued
AND SUBSIDIARY COMPANIES

Consolidated Statement of Income and Expense for the year ended December 31, 1965
(with comparative figures for the year ended December 31, 1964)

	1965	1964
INCOME		
Freight earnings.....	\$4,878,384	\$3,074,562
EXPENSE		
Operations and maintenance:		
Salaries and wages.....	1,296,139	870,881
Repairs and maintenance.....	768,613	411,394
Depreciation.....	632,624	221,789
Fuels and lubricants.....	299,852	179,267
Messing expense.....	203,833	136,406
Insurance.....	68,999	9,477
Pallet expense.....	59,987	20,338
Equipment rental.....	47,293	
Transportation of employees.....	41,090	31,670
Truck and tractor maintenance.....	35,509	35,126
Grants in lieu of municipal taxes.....	24,373	24,896
Wharfage.....	19,078	12,789
Switching, demurrage and spur expense.....	11,615	13,128
Miscellaneous.....	59,610	22,980
	3,568,615	1,990,141
Administrative:		
Executive officers' salaries.....	87,782	43,261
Other salaries.....	123,338	72,819
Contributions to employees' pension plan.....	68,446	48,115
Ottawa Office expense.....	42,000	7,000
Consultants' fees and expenses.....	26,039	9,727
Travelling expenses.....	20,835	7,030
Stationery and office supplies.....	16,879	10,193
Business tax.....	15,700	9,842
Telephone and telegraph.....	15,542	12,880
Depreciation.....	12,523	12,372
Advertising and public relations.....	10,758	8,181
Miscellaneous.....	34,784	23,753
	474,676	265,173
	4,043,291	2,255,314
Net income from operations.....	835,093	819,248
Interest from investments.....	82,454	168,490
Profit on disposal of capital assets.....	4,312	1,745
	921,859	989,483
Provision for income tax (Note 3).....	473,309	471,689
Net Income.....	448,550	517,794

The accompanying notes are an integral part of the financial statements.

NORTHERN TRANSPORTATION COMPANY LIMITED—Continued
AND SUBSIDIARY COMPANIES

Consolidated Statement of Surplus for the year ended December 31, 1965
(with comparative figures for the year ended December 31, 1964)

	1965	1964
Balance at beginning of year.....	\$5,546,600	\$5,028,806
Add: Net income for the year.....	448,550	517,794
Balance at end of year.....	<u>5,995,150</u>	<u>5,546,600</u>

The accompanying notes are an integral part of the financial statements.

Notes to Financial Statements

1. Northern Transportation Company Limited acquired the capital stock of Yellowknife Transportation Company Limited, Arctic Shipping Limited and Decury Supply Limited early in 1965. The accompanying consolidated financial statements reflect the financial position and the results of operations of the Company and its wholly-owned subsidiaries.
2. The value of the boats and barges of the subsidiary companies, as appraised by Boyd, Phillips & Company Limited, surveyors and appraisers, Vancouver, B.C., was \$3,486,800 at December 31, 1964 compared with a net book value of \$939,090 at that date. Since the purchase price of the capital stock exceeded the aggregate net assets of the subsidiaries by \$937,118 at date of acquisition, the value of the boats and barges has been increased by this amount.
3. The provision for income tax has been calculated by using the depreciation provided in the accounts rather than using the capital cost allowances permitted under the Income Tax Act in determining taxable income. As a consequence, the provision for income tax exceeded the amount estimated payable for the year by \$265,734 which has been carried to the "Deferred Income Tax" account on the Balance Sheet. This account will be reduced in future periods when depreciation exceeds capital cost allowances claimed for income tax purposes.
4. Total remuneration of directors as directors, officers or employees of the Company for the year was \$29,100.

NORTHERN TRANSPORTATION COMPANY LIMITED—*Concluded*
AND SUBSIDIARY COMPANIES

AUDITOR GENERAL OF CANADA

Ottawa, February 25, 1966.

THE HONOURABLE ARTHUR LAING,
MINISTER OF NORTHERN AFFAIRS AND
NATIONAL RESOURCES,
OTTAWA.

Sir,

I have examined the accounts and financial statements of Northern Transportation Company Limited and its subsidiary companies for the year ended December 31, 1965. In compliance with the requirements of section 87 of the Financial Administration Act, I report that, in my opinion:

- (a) proper books of account have been kept by the Company and its subsidiaries;
- (b) the financial statements of the Company and its subsidiaries
 - (i) were prepared on a basis consistent with that of the preceding year and are in agreement with the books of account,
 - (ii) in the case of the balance sheet, give a true and fair view of the state of the affairs of the Company and its subsidiaries as at the end of the financial year, and
 - (iii) in the case of the statement of income and expense, give a true and fair view of the income and expense of the Company and its subsidiaries for the financial year; and
- (c) the transactions of the Company and its subsidiaries that have come under my notice have been within the powers of the Company and its subsidiaries under the Financial Administration Act and any other Act applicable to the Company and its subsidiaries.

Yours faithfully,

A. M. HENDERSON,
Auditor General of Canada.

PARK STEAMSHIP COMPANY LIMITED
(INCORPORATED UNDER THE CANADA CORPORATIONS ACT)

Balance Sheet as at October 1, 1965
(with comparative figures as at December 31, 1964)

ASSETS	LIABILITIES	
	1965	1964
Cash in Bank.....	5,685	5,601
	<u>\$5,685</u>	<u>\$5,601</u>
	Government of Canada Settlement Account — (net earnings, less remittances, in respect of former operation of Crown-owned cargo vessels)	
	\$5,569	\$5,410
	84	159
	<u>5,653</u>	<u>5,569</u>
	Balance at October 1, 1965.....	
	Capital Stock:	
	Authorized — 1,000 shares of no par value	
	32	32
	Issued — 32 shares fully paid.....	
	<u>5,685</u>	<u>5,601</u>
	<u>5,685</u>	<u>5,601</u>

NOTE: In compliance with an agreement dated October 1, 1965 between the Company and the Department of Transport, the Company ceased business and the assets of the Company were taken over and the liabilities assumed by the Department as from that date.

Approved on behalf of the Board

H. J. DARLING
Director
L. J. LEAVEY
Director

I have examined the above Balance Sheet and have reported thereon under date of January 17, 1966 to the Minister of Transport.

A. M. HENDERSON
Auditor General of Canada

PARK STEAMSHIP COMPANY LIMITED—*Concluded*

AUDITOR GENERAL OF CANADA

Ottawa, January 17, 1966.

THE HONOURABLE J. W. PICKERSGILL,
MINISTER OF TRANSPORT,
OTTAWA.

Sir,

I have examined the accounts and financial statement of Park Steamship Company Limited for the period January 1, 1965 to October 1, 1965. In compliance with the requirements of section 87 of the Financial Administration Act, I report that, in my opinion:

- (a) proper books of account have been kept by the Company;
- (b) the financial statement of the Company
 - (i) was prepared on a basis consistent with that of the preceding year and is in agreement with the books of account, and
 - (ii) gives a true and fair view of the state of the Company's affairs as at October 1, 1965; and
- (c) the transactions of the Company that have come under my notice have been within the powers of the Company under the Financial Administration Act and any other Act applicable to the Company.

Yours faithfully,

A. M. HENDERSON

Auditor General of Canada

Auditor General of Canada

POLYMER CORPORATION LIMITED—Continued
AND SUBSIDIARY COMPANIES

Consolidated Statement of Income and Expense for the year ended December 31, 1965

	1965	1964
Income		
Net sales of products and services	\$116,709,002	\$113,864,192
Other income	794,044	426,764
	<u>117,503,046</u>	<u>114,290,956</u>
Expense		
Cost of sales	95,393,793	92,287,535
Selling, administrative and research	9,194,567	8,268,388
	<u>104,588,360</u>	<u>100,555,923</u>
Net income before provision for income tax	12,914,686	13,735,033
Provision for income tax (Note 2)	2,584,000	4,293,000
	<u>10,330,686</u>	<u>9,442,033</u>
Net income before minority shareholder interest	28,063	(7,583)
Minority shareholder's interest in subsidiary company		
Net Income	<u><u>10,302,623</u></u>	<u><u>9,449,616</u></u>

Consolidated Statement of Retained Earnings for the year ended December 31, 1965

	1965	1964
Balance at beginning of year	\$60,442,003	\$54,992,387
Net income for the year	10,302,623	9,449,616
	<u>70,744,626</u>	<u>64,442,003</u>
Dividends declared	4,500,000	4,000,000
Balance at end of year	<u><u>66,244,626</u></u>	<u><u>60,442,003</u></u>

The accompanying notes are an integral part of the financial statements.

POLYMER CORPORATION LIMITED—Continued
AND SUBSIDIARY COMPANIES

Notes to Financial Statements

1. Basis of Consolidation and Exchange Translation

The consolidated financial statements reflect the financial position and the results of operations of Polymer Corporation Limited and its subsidiary companies, Polymer Corporation (SAF), Polysar Belgium N.V., Polysar International S.A. and Polysar Nederland N.V. Translation of accounts of subsidiary companies into Canadian dollars has been effected as follows: current assets and current liabilities at rates of exchange in effect on December 31; all other assets and liabilities at the rates prevailing when the assets were acquired or the liabilities incurred; and income and expense at average rates in effect during the year except depreciation which was translated at the rates prevailing when the expenditures on the related fixed assets were made.

2. Depreciation and Income Tax

Depreciation is based on the expected useful life of the companies' assets. The parent company claims the maximum capital cost allowance permitted under the Income Tax Act in calculating taxable income and as a result, \$840,000 of the provision for income tax in the current year has been carried to the "Deferred Income Tax" account on the Balance Sheet. This account will be reduced in future periods if depreciation exceeds capital cost allowances claimed for income tax purposes.

3. Long Term Debt

Polymer Corporation (SAF)

Loans outstanding total Fr. 29,100,000 (\$6,390,360) and are repayable in French francs during the years 1966-1971. With the exception of Fr. 10,955,000 (\$2,409,110), the loans are guaranteed by Polymer Corporation Limited.

Polysar Belgium N. V.

A loan of B. Fr. 450,000,000 (\$9,729,000), secured by a mortgage on land and buildings is repayable in Belgian francs during the years 1969-1977 and is guaranteed by the parent company.

Polymer Corporation Limited

A loan of U.S. \$5,000,000 (\$5,400,000) is repayable in United States dollars in equal annual instalments during the years 1969-1973.

4. Commitments

It is estimated that the company and its subsidiaries during the next year will spend \$24,935,000 on investments and for the acquisition of capital assets.

5. Supplementary Information

The accounts for 1965 include the following amounts: depreciation, \$8,829,238; remuneration of directors as directors, officers or employees, \$215,567; legal fees, \$90,140; and interest on long term debts, \$785,950.

POLYMER CORPORATION LIMITED—Concluded
AND SUBSIDIARY COMPANIES

AUDITOR GENERAL OF CANADA

Ottawa, February 11, 1966

THE HONOURABLE C. M. DRURY,
MINISTER OF INDUSTRY,
OTTAWA.

Sir,

I have examined the accounts and financial statements of Polymer Corporation Limited and its subsidiary companies for the year ended December 31, 1965. In compliance with the requirements of section 87 of the Financial Administration Act, I report that, in my opinion:

- (a) proper books of account have been kept by the company and its subsidiaries;
- (b) the financial statements of the company and its subsidiaries
 - (i) were prepared on a basis consistent with that of the preceding year and are in agreement with the books of account,
 - (ii) in the case of the consolidated balance sheet, give a true and fair view of the state of the affairs of the company and its subsidiaries as at the end of the financial year, and,
 - (iii) in the case of the consolidated statement of income and expense, give a true and fair view of the income and expense of the company and its subsidiaries for the financial year; and
- (c) the transactions of the company and its subsidiaries that have come under my notice have been within the powers of the company and its subsidiaries under the Financial Administration Act and any other Act applicable to the company and its subsidiaries.

Yours faithfully,

A. M. HENDERSON
Auditor General of Canada

1. 日本銀行 東京支店 1000 円

2. 日本銀行 大阪支店 1000 円

3. 日本銀行 京都支店 1000 円

4. 日本銀行 神戸支店 1000 円

5. 日本銀行 名古屋支店 1000 円

6. 日本銀行 福岡支店 1000 円

7. 日本銀行 仙台支店 1000 円

8. 日本銀行 札幌支店 1000 円

9. 日本銀行 旭川支店 1000 円

10. 日本銀行 釧路支店 1000 円

11. 日本銀行 網走支店 1000 円

12. 日本銀行 稚内支店 1000 円

日本銀行 東京支店 1000 円

THE ST. LAWRENCE SEAWAY AUTHORITY

(ESTABLISHED BY THE ST. LAWRENCE SEAWAY AUTHORITY ACT)

Balance Sheet as at December 31, 1965
(with comparative figures as at December 31, 1964)

ASSETS		LIABILITIES	
	1965	1964	1965
Current Assets:			
Cash.....	\$ 204,007	\$ 92,844	\$ 5,033,495
Treasury bills of Canada and short-term bank deposits.....	6,521,556	6,741,577	6,770,000
Due from The Seaway International Bridge Corporation, Ltd.....	164,530		47,199
Due from Government of Canada re Non-toll canals (Exhibit 1).....	423,445	228,254	627,837
Welland Section operating deficit.....	8,174,573		
Accounts receivable (less provision for doubtful accounts).....	726,523	584,289	
Overpaid municipal grants.....	108,515	129,540	
Inventories of materials, minor equipment and shop work in progress, at cost (less reserve for obsolescence).....	604,853	549,463	
Total Current Assets.....	16,928,002	8,325,967	12,478,531
Bonds and Cash held as Contractors' Security Deposits and Toll Guarantees (contra).....	674,692	619,881	674,692
Investment in and Loan to The Seaway International Bridge Corporation, Ltd.....	25,000	25,000	5,765,701
Capital Assets, at cost or transfer value (Schedule B)	514,154,508	497,904,000	130,716,890
Total Current Liabilities.....	130,716,890	130,716,890	130,716,890
Contractors' Security Deposits and Toll Guarantees (contra).....			326,700,000
Accumulated Provision for Replacement of Machinery and Equipment.....			52,500,000
Proprietary Equity of the Government of Canada: Capital Assets entrusted to the Authority by the Governor in Council under section 14 of the Act (Welland Canal).....			45,145,000
Loans under section 25 of the Act			
Interest-bearing.....			555,061,890
Interest-free.....			42,198,612
Interest on loans — payment deferred.....			
Deduct: Deficit — per Statement of Deficit.....			564,214,123
Net Equity.....			65,106,628
Total Liabilities.....	\$531,782,202	\$506,874,848	\$531,782,202

The accompanying notes are an integral part of the financial statements.

Certified correct:

J. M. MARTIN
Director of Finance and Accounting

Approved:

P. CAMU
President

I have examined the above Balance Sheet and the related Statement of Income and Expense and have reported thereon under date of March 29, 1966 to the Minister of Transport.

A. M. HENDERSON
Auditor General of Canada

THE ST. LAWRENCE SEAWAY AUTHORITY—*Continued*

Notes to Financial Statements

1. Outstanding commitments under uncompleted contracts as at December 31, 1965 amounted to approximately \$18,700,000.
2. A claim for additional compensation in respect of a completed contract, originally in the amount of \$188,000, remained unsettled at December 31, 1965. The Authority's offer of \$36,000 in settlement of this claim, made with the approval of Treasury Board in 1961, has been rejected by the contractor who has filed an action against the Authority claiming \$254,000 and interest.
3. The liability of the Authority with respect to compensation for properties under expropriation at December 31, 1965 is estimated by the Authority as amounting to \$11,000,000.
4. In accordance with the provisions of Order in Council P.C. 1964-2036 of December 23, 1964, the principal amount of interest-bearing loans received under section 25 of the St. Lawrence Seaway Authority Act to finance construction of the Seaway, together with interest previously deferred and all other interest now accrued or accruing up to December 31, 1966, is to be repaid, together with current interest thereon, in forty-three equal annual instalments commencing December 31, 1967.
5. Tolls on the Welland section of the Seaway have been suspended since 1962. The operating deficit of the Welland section was financed during the year by means of interest-free temporary loans from the Government of Canada under section 26 of the Act. At December 31, 1965 these loans totalled \$6,770,000. Department of Transport Vote 107e, presented to the House of Commons on March 16, 1966, provides for reimbursement to the Authority of the Welland section deficit of \$8,174,573 for the year ended December 31, 1965.
6. The Accumulated Provision for Replacement of Machinery and Equipment amounting to \$5,765,701 at December 31, 1965 represents the accumulated provision, at estimated replacement values, for replacement of assets in the Montreal-Lake Ontario section of the Seaway which the Authority considers will require replacement. No provision has been made in the accounts for replacement of buildings, lock gates, and lock and bridge structures. The Authority considers that these Seaway works can be maintained in working condition at all times under its maintenance programme. No provision has been made for depreciation or replacement of assets in the Welland section.

THE ST. LAWRENCE SEAWAY AUTHORITY—Continued
Statement of Income and Expense for the year ended December 31, 1965
 (with comparative figures for the year ended December 31, 1964)

	Montreal—Lake Ontario Section		Welland Section		Totals	
	1965	1964	1965	1964	1965	1964
Income						
Tolls assessed.....	\$ 15,480,631	\$ 13,544,436	\$	\$	\$ 15,480,631	\$ 13,544,436
Rentals.....	62,271	48,946	504,943	427,604	567,214	476,550
Wharfrage.....	1,768	1,262	154,817	246,790	156,585	248,052
The Seaway International Bridge Corporation, Ltd.—net income..	164,530	198,689			164,530	198,689
Interest.....	192,037	144,575	40,655	25,248	232,692	169,823
S.L.S. "Hercules" — heavy lift charges.....	34,575	52,250			34,575	52,250
Miscellaneous.....	114,892	118,454	97,262	241,853	211,954	360,307
	16,050,504	14,108,612	797,677	941,495	16,848,181	15,050,107
Expense						
Operation and maintenance						
Salaries and wages.....	1,508,369	1,493,103	3,270,816	2,779,844	4,779,185	4,272,947
Employee benefits.....	139,853	134,460	280,600	285,214	420,253	419,674
Major maintenance materials and services.....	364,368	348,074	2,393,665	1,215,590	2,758,033	1,563,664
Grants in lieu of municipal taxes.....	40,111	27,737	394,294	338,929	434,405	366,666
Traffic survey to relieve shipping congestion.....			741,652	256,073	741,652	256,073
Bridge operating services by railway companies.....	77,974	70,587	79,958	78,890	157,932	149,477
Security guards.....	99,707	64,790		41,479	99,707	64,790
Inventory adjustments.....		61,220				102,699
Other materials and services.....	493,333	402,534	463,621	296,648	956,954	699,182
	2,723,515	2,602,505	7,624,606	5,292,667	10,348,121	7,895,172
Regional administration						
Salaries and wages.....	338,961	297,148	380,503	255,366	719,464	552,514
Employee benefits.....	33,708	32,109	33,444	23,678	67,152	55,787
Office expenses.....	22,388	22,476	23,164	17,942	45,552	40,418
Travel and removal.....	18,181	16,792	14,787	14,640	32,968	31,432
Miscellaneous.....	44,295	33,742	51,084	27,316	95,379	61,058
	457,533	402,267	502,982	338,942	960,515	741,209

<i>Less: Portion applicable to Non-toll canals</i>	170,843	160,505	42,754	30,870	213,597	191,375
	286,690	241,762	460,228	308,072	746,918	549,834
Headquarters administration (Schedule A).....	324,918	387,577	644,987	637,759	969,905	1,025,336
Engineering expense (Schedule A).....	58,501	54,804	171,104	77,710	224,605	132,514
Economic survey.....	124,579				124,579	
	502,998	442,381	816,091	715,469	1,319,089	1,157,850
Total expense.....	3,513,203	3,286,648	8,900,925	6,316,208	12,414,128	9,602,856
Net operating income (loss) before providing for interest and for replacement of machinery and equipment.....	12,537,301	10,821,964	(8,103,248)	(5,374,713)	4,434,053	5,447,251
Interest on loans from Government of Canada.....	15,752,593	15,444,825	71,325	2,619,402	15,823,918	18,064,227
Provision for replacement of machinery and equipment.....	881,860	457,080		407,836	881,860	864,866
	16,634,453	15,901,855	71,325	3,027,238	16,705,778	18,929,093
Net loss for the year.....	\$ 4,097,152	\$ 5,079,891	\$ 8,174,573	\$ 8,401,951	\$ 12,271,725	\$ 13,481,842

THE ST. LAWRENCE SEAWAY AUTHORITY—Continued
Statement of Deficit for the year ended December 31, 1965

	Montreal— Lake Ontario Section	Welland Section	Total
Balance as at January 1, 1965.....	\$35,902,489	\$29,204,139	\$65,106,628
<i>Add:</i>			
Additional provision with respect to the years 1959 to 1964 for replacement of lock, bridge and building machinery and equipment to provide for estimated replacement values rather than original cost.....	2,198,971		2,198,971
	38,101,460	29,204,139	67,305,599
<i>Deduct:</i>			
Reversal of accumulated provision for replacement of lock, bridge and building machinery and equipment.....		2,130,839	2,130,839
Welland Canal operating deficit for the years 1959 to 1964 recovered from Department of Transport 1964-65 appropriations, Vote 107d.....		27,073,300	27,073,300
		29,204,139	29,204,139
	38,101,460		38,101,460
<i>Add:</i>			
Loss for the year, per Statement of Income and Expense.....	4,097,152	8,174,573	12,271,725
	42,198,612	8,174,573	50,373,185
<i>Deduct:</i>			
Welland Canal operating deficit for the year to be recovered from Department of Transport 1965-66 appropriations.....		8,174,573	8,174,573
Balance as at December 31, 1965.....	\$42,198,612		\$42,198,612

SCHEDULE A

THE ST. LAWRENCE SEAWAY AUTHORITY—Continued

**Statement of Headquarters Administration and Engineering Expense
for the year ended December 31, 1965
(with comparative figures for the year ended December 31, 1964)**

	1965	1964
Headquarters Administration		
Salaries of members and executive officers.....	\$ 137,916	\$ 144,508
Other salaries.....	842,279	797,334
Employee benefits.....	86,252	87,221
Office expenses.....	53,966	53,690
Communications.....	51,834	35,621
Travel and removal.....	44,409	46,280
Grants in lieu of municipal taxes.....	35,333	30,255
Rental of office machines.....	34,581	28,566
Office accommodation.....	22,400	22,400
Miscellaneous.....	39,267	27,681
	<u>1,348,237</u>	<u>1,273,556</u>
<i>Less</i> portion allocated to		
Non-toll canals.....	145,087	150,744
Construction costs.....	233,245	97,476
	<u>378,332</u>	<u>248,220</u>
Total per Statement of Income and Expense.....	<u>\$ 969,905</u>	<u>\$1,025,336</u>
Engineering		
Salaries and wages.....	\$ 834,057	\$ 608,066
Employee benefits.....	77,426	56,272
Office accommodation.....	72,707	52,276
Office expenses.....	69,625	45,521
Travel and removal.....	60,100	50,570
Miscellaneous.....	46,232	20,398
	<u>1,160,147</u>	<u>833,103</u>
<i>Less</i> portion allocated to		
Non-toll canals.....	11,077	12,468
Construction costs.....	924,465	688,121
	<u>935,542</u>	<u>700,589</u>
Total per Statement of Income and Expense.....	<u>\$ 224,605</u>	<u>\$ 132,514</u>

SCHEDULE B

THE ST. LAWRENCE SEAWAY AUTHORITY—Continued

Capital Assets as at December 31, 1965

(with comparative figures as at December 31, 1964)

	Welland Section		Totals	
	Montreal — Lake Ontario Section, at cost	North Channel Bridge, at cost	Acquired, at cost	Entrusted, at transfer value.
	1965	1964	1965	1964
Land.....	\$ 8,782,528	\$ 501,804	\$ 1,459,759	\$ 1,917,716
Buildings.....	1,762,171	1,005,004	18,736	3,522,055
Channels and canals.....	116,968,597		28,191,804	36,435,591
Locks.....	115,220,859		5,548,660	78,925,095
Bridges.....	25,528,981	7,067,984	176,445	8,340,817
Gatelifters.....	2,693,554			772,220
Movable equipment — including shore, floating, shop and other equip- ment.....	1,034,810		542,070	538,674
Works under construction.....	933,360		20,092,802	
	272,924,860	8,574,792	56,030,276	130,452,168
Remedial works — expenditures on property owned by others.....	46,165,373		7,039	
	\$319,090,233	\$ 8,574,792	\$ 56,037,315	\$130,452,168
				\$497,904,000

NOTE—The Authority also administers non-toll canals and other properties at Lachine, Cornwall, Sault Ste. Marie and the Niagara Peninsula, comprising land and improvements with a cost valuation of \$48,103,504 and movable equipment with a cost valuation of \$1,157,393.

EXHIBIT 1

THE ST. LAWRENCE SEAWAY AUTHORITY—Continued

Non-Toll Canals

Statement of Expense, Income and Capital Expenditures for the year ended December 31, 1965
(with comparative figures for the year ended December 31, 1964)

	1965	1964
Expense		
Operation and maintenance		
Salaries and wages.....	\$ 1,209,057	\$ 1,256,651
Employee benefits.....	105,655	124,665
Major maintenance materials and services.....	91,025	194,556
Other materials and services.....	212,773	251,643
Loss on disposal of obsolete materials.....	1,896	(30,297)
Grants in lieu of municipal taxes.....	245,635	420,891
Special grants to municipalities.....		40,000
	<u>1,866,041</u>	<u>2,258,109</u>
Administration and engineering expense (portion applicable to non-toll canals).....	369,760	354,587
Total expense.....	<u>2,235,801</u>	<u>2,612,696</u>
Income		
Rentals.....	343,815	368,168
Wharfage.....	50,825	58,894
Miscellaneous.....	233,368	208,033
Total income.....	<u>628,008</u>	<u>635,095</u>
Operating deficit.....	1,607,793	1,977,601
Capital expenditures		
Construction of works.....	76,819	290,164
Acquisition of equipment.....	5,895	13,370
	<u>82,714</u>	<u>303,534</u>
Net expenditures.....	<u>\$ 1,690,507</u>	<u>\$ 2,281,135</u>
Recovered from:		
Department of Transport 1964-65 appropriations, Vote 105.....	\$ 375,464	
Department of Transport 1965-66 appropriations, Vote 105.....	891,598	
	<u>1,267,062</u>	
Balance to be recovered from appropriations.....	<u>423,445</u>	
	<u>\$1,690,507</u>	

THE ST. LAWRENCE SEAWAY AUTHORITY—*Concluded*

AUDITOR GENERAL OF CANADA

Ottawa, March 29, 1966.

THE HONOURABLE J. W. PICKERSGILL,
MINISTER OF TRANSPORT,
OTTAWA.

Sir,

I have examined the accounts and financial statements of The St. Lawrence Seaway Authority for the year ended December 31, 1965.

Under the provision of section 16 of the St. Lawrence Seaway Authority Act, tolls are to be "designed to provide a revenue sufficient to defray the cost to the Authority of its operations", which costs are defined as including payments in respect of the interest on amounts borrowed by the Authority and amounts sufficient to amortize the principal of amounts so borrowed over a period not exceeding fifty years. The original conditions under which loans were made to the Authority under section 25 of the Act required the payment only of interest in the first three full years of operation (through the year ended December 31, 1962) and thereafter payment of annual amounts sufficient to amortize over a period of forty-seven years (or by December 31, 2009) all loans and interest thereon. The terms of the Authority's financing arrangements were amended in 1961, in 1963, and in 1964 and now call for repayment of all interest-bearing loans together with interest previously deferred and all other interest accrued or accruing up to December 31, 1966, together with current interest thereon, in forty-three equal annual instalments commencing December 31, 1967.

In accordance with these financial arrangements the year's operations have been charged with interest amounting to \$15,823,918 on long term loans but this interest has not been paid and is included in the balance sheet as part of the Proprietary Equity of the Government of Canada. There was no charge to the year's operations with respect to amortization of the principal of the amounts borrowed. Deferred interest for prior years was reduced by payment of \$49,676,151.

The accumulated deficit of \$27,073,300 on the operations of the Welland section of the Seaway for the calendar years 1959 to 1964 was reimbursed to the Authority with Parliamentary approval during 1965, and the Authority's indebtedness pertaining to the Welland section was converted to an interest-free loan. As indicated in Note 5 of the Notes to the Financial Statements, Parliament has been requested to provide also for the reimbursement to the Authority of the deficit of \$8,174,573, for the year ended December 31, 1965.

The costs of operating and maintaining the canals and works under the administration of the Authority are defined under paragraph (c) of section 16 as including all operating costs of the Authority and such reserves as may be approved by the Minister. The Authority is of the opinion that it is not necessary to include depreciation as an element of operating and maintenance cost and that the amortization over the fifty-year period of the principal of the amounts borrowed together with interest as required by subsections (a) and (b) meets the requirements of the Act. Accordingly, no provision for depreciation has been included in the costs of the year under review.

As in previous years, provision was made during the year toward the cost of replacing lock, bridge and building machinery and equipment of the Montreal-Lake Ontario section, however, the basis for calculating the provision was changed retroactively from a cost basis to an estimated replacement cost basis. This resulted in a charge to Deficit of \$2,198,971. The provision for 1965 on this basis amounted to \$881,860, bringing the accumulated provision for replacement of machinery and equipment at December 31, 1965 up to \$5,765,701.

No provision was made in 1965 for replacement of machinery and equipment for the Welland section, and the accumulated provision for past years, \$2,130,839, was reversed and credited to Deficit.

No provision has been made in the accounts for the replacement of buildings, lock gates and lock and bridge structures in the two Seaway sections. The Authority considers that these Seaway works can be maintained in working condition at all times under its maintenance programme.

In compliance with the requirements of section 87 of the Financial Administration Act, I report that, in my opinion, subject to the above observations:

- (a) proper books of account have been kept by the Authority;
- (b) the financial statements of the Authority
 - (i) were prepared on a basis consistent with that of the preceding year, and are in agreement with the books of account,
 - (ii) in the case of the balance sheet, give a true and fair view of the state of the Authority's affairs as at the end of the financial year, and
 - (iii) in the case of the statement of income and expense, give a true and fair view of the income and expense of the Authority for the financial year; and
- (c) the transactions of the Authority that have come under my notice have been within the powers of the Authority under the Financial Administration Act and any other Act applicable to the Authority.

Yours faithfully,

A. M. HENDERSON
Auditor General of Canada

THE SEAWAY INTERNATIONAL BRIDGE CORPORATION, LTD.

(INCORPORATED UNDER THE COMPANIES ACT)

Balance Sheet as at December 31, 1965
(with comparative figures as at December 31, 1964)

ASSETS	1965	1964
Cash.....	<u>\$204,042</u>	<u>\$12,193</u>
Accounts receivable.....	881	22,920
Equipment, at cost.....	48,085	42,745
Less: Accumulated depreciation.....	<u>25,882</u>	<u>18,108</u>
	<u>22,203</u>	<u>24,637</u>
	<u>\$227,126</u>	<u>\$59,750</u>

LIABILITIES	1965	1964
Due to The St. Lawrence Seaway Authority.....	<u>\$164,530</u>	<u>\$</u>
Accounts payable.....	2,435	1,674
Deferred income from tolls.....	10,161	8,076
Notes payable (interest free).....	34,000	34,000
Debentures (interest free).....	8,000	8,000
Capital Stock:		
Authorized — 50 shares of \$1,000 each		
Issued — 8 shares, fully paid.....	<u>8,000</u>	<u>8,000</u>
	<u>\$227,126</u>	<u>\$59,750</u>

NOTE—The Seaway International Bridge Corporation, Ltd. was incorporated for the purpose of operating and managing the international toll bridge system between Cornwall, Ontario and Roosevelt, N. Y. on behalf of the owners, The St. Lawrence Seaway Authority and the Saint Lawrence Seaway Development Corporation. By agreement between the Seaway entities the annual income from the operation of the bridge system, after payment of operating expenses, is to be applied first towards the amortization of the cost of the North Channel bridge, together with interest, after which the balance of the income is to be divided equally between the Seaway entities.

As shown by the attached Statement, the net income of the Corporation from the operation of the bridge system for the year ended December 31, 1965, amounted to \$164,530. This amount is payable to The St. Lawrence Seaway Authority to be applied towards the amortization of the cost of the North Channel bridge, together with interest, leaving an unamortized balance of \$9,439,061 at December 31, 1965, compared with an unamortized balance of \$9,139,553 at December 31, 1964.

Approved on behalf of the Board

P. CAMU

Director

J. H. McCANN

Director

I have examined the above Balance Sheet and the related Statement of Income and Expense and have reported thereon under date of March 16, 1966 to the Minister of Transport.

A. M. HENDERSON
Auditor General of Canada

THE SEAWAY INTERNATIONAL BRIDGE CORPORATION, LTD.—Continued

Statement of Income and Expense for the year ended December 31, 1965
(with comparative figures for the year ended December 31, 1964)

	1965	1964
Income		
Tolls.....	\$381,529	\$371,467
Other.....	13,635	14,736
	<u>395,164</u>	<u>386,203</u>
Expense		
Operating Expenses		
Salaries and wages.....	126,095	110,534
Employee benefits.....	9,049	8,951
Maintenance materials and services.....	25,312	10,639
Advertising.....	22,388	8,589
Grant in lieu of municipal taxes.....	13,018	10,534
Rental of toll collection machines.....	12,955	13,359
Provision for depreciation.....	7,774	8,574
Electricity, fuel and water.....	7,135	9,360
Office supplies, etc.....	1,810	1,616
Insurance.....	1,392	1,060
Miscellaneous.....	3,706	4,298
	<u>230,634</u>	<u>187,514</u>
Balance of net income payable to The St. Lawrence Seaway Authority (see Note to Balance Sheet).....	<u>\$164,530</u>	<u>\$198,689</u>

THE SEAWAY INTERNATIONAL BRIDGE CORPORATION, LTD—*Concluded*

AUDITOR GENERAL OF CANADA

Ottawa, March 16, 1966.

THE HONOURABLE J. W. PICKERSGILL,
MINISTER OF TRANSPORT,
OTTAWA.

Sir,

I have examined the accounts and financial statements of The Seaway International Bridge Corporation, Ltd. for the year ended December 31, 1965. In compliance with the requirements of section 87 of the Financial Administration Act, I report that, in my opinion:

- (a) proper books of accounts have been kept by the Corporation;
- (b) the financial statements of the Corporation
 - (i) were prepared on a basis consistent with that of the preceding year and are in agreement with the books of account,
 - (ii) in the case of the balance sheet, give a true and fair view of the state of the Corporation's affairs as at the end of the financial year, and
 - (iii) in the case of the statement of income and expense, give a true and fair view of the income and expense of the Corporation for the financial year, and
- (c) the transactions of the Corporation that have come under my notice have been within the powers of the Corporation under the Financial Administration Act and any other Act applicable to the Corporation.

Yours faithfully,

A. M. HENDERSON,
Auditor General of Canada

The following table shows the progress of the work during the year 1887, compared with the work of the previous year.

The work of the year 1887 has been characterized by a marked increase in the number of cases reported, and by a more thorough investigation of the same.

The following table shows the progress of the work during the year 1887, compared with the work of the previous year.

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The following table shows the progress of the work during the year 1887, compared with the work of the previous year.

The work of the year 1887 has been characterized by a marked increase in the number of cases reported, and by a more thorough investigation of the same.

Continued.

The following table shows the progress of the work during the year 1887, compared with the work of the previous year.

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~~111~~
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~~82~~

~~1965/66~~

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